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Governor's Executive Budget

Fiscal Years 1992-1993

January 1992 Special Session

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Stan Stephens, Governor
State of Montana

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STAN STEPHENS
GOVERNOR

State of Montana
Office of the Governor
Helena, Montana 59620
406-444-3111

December 18, 1991

Honorable President and Members of the Senate
Honorable Speaker and Members of the House

Honored Members:

In accordance with Article VI, Section 9, of the Constitution of Montana, I am hereby transmitting to you my proposal to bring the 1992-93 biennial budget into balance by the end of the current biennium.

Tough economic choices face Montana, and many other states as well. But despite the difficulty involved, we must discharge our responsibility to keep the state budget balanced. In order to meet our constitutional obligations, we must address a revenue shortfall and other needs totalling \$105.9 million.

This revenue shortfall can be traced to projections made during the regular session last spring which were too high. In addition, a structural imbalance has taken its toll over the last decade, as the state has spent more than it has received in revenue. Montana must reduce spending to begin to address this ongoing structural deficit.

Contained in this executive budget are proposals which do not rely on tax increases. It is not necessary to increase taxes. It is necessary to reduce spending. To that end, our goal has been to identify reductions in the increases in appropriations given during the 1991 legislature. The enclosed proposals accomplish this goal.

The process used to identify these reductions in increased spending was exhaustive and thorough. It relied on the best judgements of each department director and their staff. Their goal was to reduce their agency's general fund spending in a manner which caused the least disruption to the services they provide to Montanans. I believe they have reached that goal and should be commended. I encourage the legislature to give great credence to the analysis and prioritization completed by state agencies and the Office of Budget and Program Planning.

In addition to spending reductions, other considerations included within this recommended budget are worthy of mention. First, we ask the legislature to convert the state's 30 remaining state-run liquor stores to agency status, using the proceeds to

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Honorable Legislators
December 18, 1991
Page Two

offset the tuition surcharge imposed on students by the Board of Regents. Coming as it does, in the middle of the school year, it is only fair to the students that these increases be abated.

Likewise, the immediate imposition upon local governments of the costs of court-ordered evaluations proposed earlier in the reduction process may place undue strain upon other local services. Our proposal restores FY 92 funding for this service.

In order to provide stability in the state's cash flow, to help us to address supplemental appropriation requests and to lay the foundation for more reliable revenue estimating, I have also included within my recommendations a bipartisan proposal to assure the quarterly payment of estimated state individual income taxes.

Various fund transfers and revenue deposits to the general fund also are proposed. Several of these recommendations were developed by executive agencies to create efficiencies and improve program management, as well as to limit the potential for additional program reductions.

No proposal in this budget directs any change in school equalization account funding for K-12 education.

My recommended budget also includes an ending fund balance of \$11.1 million. Given the volatility in interest rates and oil prices alone, it is essential that we leave an adequate ending fund balance to weather further unexpected change in Montana's financial picture during the next year.

I again offer you the full cooperation of my office and all agencies in the completion of your work. Best wishes.

Sincerely,

A handwritten signature in dark ink, appearing to read "Stan Stephens", written in a cursive style.

STAN STEPHENS
Governor

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OFFICE OF BUDGET AND PROGRAM PLANNING STAFF

Steve Yeakel, Budget Director
Curt Nichols, Deputy Budget Director

Section A - General Government and Transportation

John Patrick	1101 Legislative Auditor	1102 Legislative Fiscal Analyst
	1104 Legislative Council	1111 Environmental Quality Council
	2110 Judiciary	3101 Governor's Office
	3201 Secretary of State	3202 Commissioner-Political Practices
	3401 State Auditor	4107 Board of Crime Control
	4108 Highway Traffic Safety	4110 Dept of Justice
Bill Mandeville	5401 Dept of Transportation	
Dan Gengler	5801 Dept of Revenue	
Bill Mandeville	6101 Dept of Administration	
John Patrick	6701 Military Affairs	

Section B - Human Services

Dan Gengler	5301 Dept of Health	6602 Dept of Labor
Bill Furois	6901 Dept of SRS	6911 Dept of Family Services

Section C - Natural Resources and Commerce

Carl Schweitzer	5201 Dept of FW&P	5501 Dept of State Lands
	5603 Dept of Livestock	5706 Dept of Natural Resources
	6201 Dept of Agriculture	
Bill Mandeville	6501 Dept of Commerce	

Section D - Institutions and Cultural Education

Mary LaFond	5114 Arts Council	5115 State Library
	5117 Historical Society	6401 Dept Corrections & Human Services

Section E - Education

Doug Schmitz	3501 OPI	3511-15 Vo-Tech Centers
	5101 Board of Public Ed	5102 Commissioner of Higher Education
	5103-08 Six Units	5109-12 Experiment & Research Services
	5113 School-Deaf & Blind	5119 Fire Services Training School

Jane Hamman, Assistant Budget Director-Budget & Program Division
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Steve Colberg, Systems Analyst
Mike Walsh, Administrative Officer IV
Helen Kittel, Administrative Officer III
Mariann Huso, Executive Budget Assistant
Michelle Abrahamson, Administrative Clerk III
Debbie Stanton, Administrative Officer II

The following agencies are not listed above and have no recommended budget reductions: Consumer Counsel, Chiropractic Legal Panel, State Compensation Mutual Insurance Fund, Public Employees Retirement, Teachers Retirement, Public Service Commission, Council for Vocational Education.

INTRODUCTION

PRESERVING PRIORITIES, PROTECTING TAXPAYERS

The philosophy behind the executive recommendation for this special session is straightforward: Take the necessary actions to preserve essential government services, protect the taxpayer from general tax increases, and direct the state safely into the 1993 legislative session where major decisions will need to be made about revenue, spending and Montana's priorities.

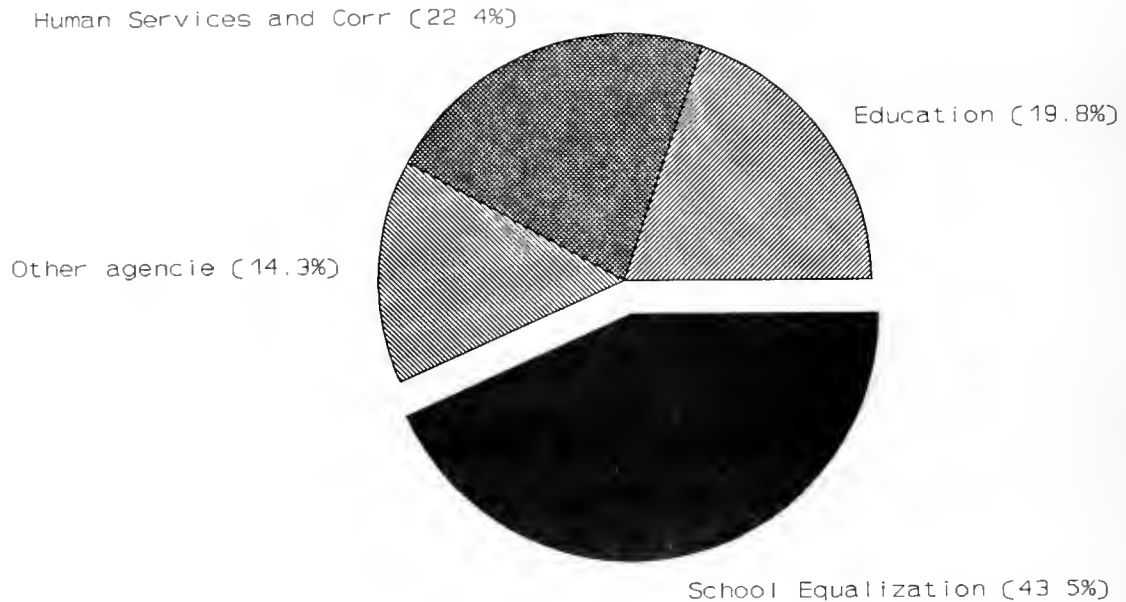
To accomplish this, the enclosed proposals: 1) make reductions in state general fund spending to address the shortfall in revenue, 2) find fund transfers or other revenue in order to address supplemental funding requests that cannot be held for the 1993 session and 3) provide for an adequate ending fund balance to address unexpected issues which may arise.

Preserving Priorities

Given the increases in general fund budgets which were realized through the 1991 Legislature, executive recommendations can resolve the situation facing us without jeopardizing essential services, the first and foremost of which is the education of our people. Along with education, human services and corrections are the state's next highest budgetary priorities. Chart I below underscores the predominant impacts of these three services on state spending.

CHART I

TOTAL GENERAL FUND AND SCHOOL EQUALIZATION APPROPRIATIONS 1993 BIENNIUM



Education is U-System, OPI, Bd Pub Ed, School for Deaf & Blind
Human Services and Corrections is SRS, DFS, DCHS

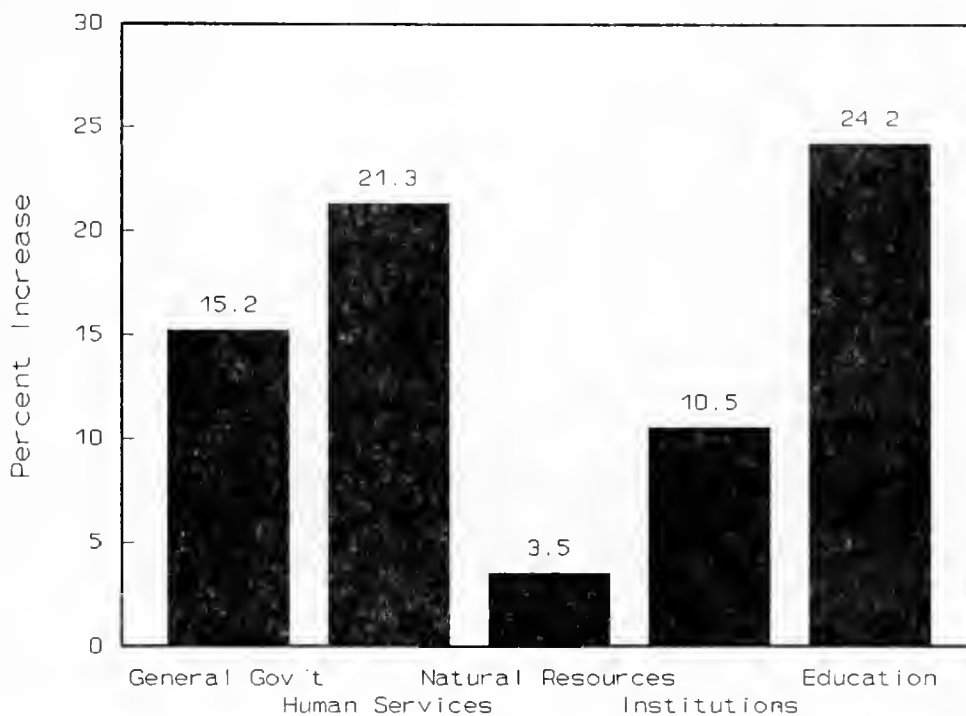
Chart 1 shows that the largest share of state dollars are appropriated for K-12 education and that a total of 63.3% of all general and school equalization funds are utilized for education. Human services and corrections receive 22.4% and all other agencies including debt service receive 14.3%.

Growth After Reductions

Choices about where to reduce spending have not been easy, or painless. It would be a certain indictment of state government, and those who govern, if reductions could be made without any negative impact on services. However, the actions proposed by the administration will not cause irreversible damage to the current programs of state government. Chart 2 below indicates the growth in agency budgets over the 91 biennium actual expenditures, despite the impacts of the administration's proposed reduction plans.

CHART 2

Growth in General Fund Budgets After Reductions
Compared to 1991 Biennium Actual Expenditures



After recommended reductions, education budgets increase 24.2%; human services 21.3%; general government including debt service 15.2%; institutions 10.5%; and natural resources, including \$6.4 million for forest fire suppression costs, 3.5%.

Agency Recommendations Generated Savings

Administration decisions about where to reduce state general fund spending have been generated from within state agencies. Table 1 below illustrates the variety of actions proposed to avoid direct reductions in budget authority.

TABLE 1

<u>SOURCE OF SAVINGS</u>	<u>--OBPP RECOMMENDED--</u>	
	<u>FY92</u>	<u>FY93</u>
SPECIFIC SERVICE REDUCTIONS	\$2,946,407	\$1,605,378
SERVICE EFFICIENCIES	1,754,926	4,476,953
IMPLEMENTATION DELAYS	2,310,455	2,953,803
NONSPECIFIC SAVINGS	4,627,846	17,912,983
AGENCY REVENUE ACTIONS	7,364,446	6,231,086
FUNDING CHANGES & TRANSFERS	<u>6,359,775</u>	<u>3,743,335</u>
 TOTAL	 <u>\$25,363,855</u>	 <u>\$36,923,538</u>

Specific service reductions from appropriated levels total \$4,551,785 for the 1993 biennium and include fewer improvements to school trust lands, less of an increase in state aid to libraries, a lower number of data processing runs and hard copy published reports in numerous state agencies, reduced number of agricultural counseling cases, and a smaller increase in Human Rights Commission caseload expansion plans.

Service efficiencies will not result in reduced service levels because the same or greater service will be provided at a cost less than that appropriated by the 1991 Legislature. Budget reductions for service efficiencies total \$6,231,879 for the 1993 biennium.

Implementations delays of new or expanded services account for \$5,264,258 of recommended reductions. Implementation delays do not always mean service reductions because hiring difficulties, contract negotiations, multi-agency planning and coordination, bidding procedures and other factors frequently affect start-up of new programs or expansions of existing programs. A significant portion of these funds would have reverted to the general fund without legislative action. General fund reversions in FY91 were approximately \$10.2 million.

Nonspecific savings is the largest source of service reductions to state government. These \$22.5 million reductions include increasing vacancy savings, holding down operating expenses and equipment purchases, and decisions yet to be made by the Board of Regents.

Elected Officials' General Fund Reductions

The 1993 recommended reductions of \$1,521,250 from Office of Public Instruction (OPI) leave untouched more than 99.8% of the funding for OPI and the foundation program. Total spending in these areas will exceed \$896 million for the biennium.

Table 2 below shows the amount of reductions for the five elected officials, which range from -5.11% in the Governor's Office to +42.19% in the Office of the Superintendent of Public Instruction.

TABLE 2

	TOTAL BIENNIUM REDUCTIONS	% CHANGE FROM ACTUAL 90-91 EXPENDITURES	TOTAL BIENNIUM REDUCTIONS + FUND TRANSFERS	REDUCTIONS + FUND TRANSFERS AS % OF APPROPRIATED	REDUCTIONS AS % OF APPROPRIATED
GOVERNOR	(268,881)	-1.63%	(296,881)	-5.64%	-5.11%
ATTORNEY GENERAL	(1,085,278)	21.90%	(1,546,078)	-5.94%	-4.17%
STATE AUDITOR	(165,000)	-3.95%	(165,000)	-3.50%	-3.50%
SECRETARY OF STATE	(70,000)	10.06%	(110,000)	-5.29%	-3.37%
OPI	40,012,750	149.81%	40,012,750	42.19%	42.19%

(1) A portion of the costs of the warrant writing system switched from general fund to state special revenue in HB 2 beginning FY92.

The bad debts collection function switched from general fund to proprietary funds in HB 2 beginning FY92.

Excluding these funding switches, the recommended general fund for the biennium would increase 8.8% over FY90-91 actual expenditures.

(2) The Superintendent of Public Instruction includes a \$41,534,000 supplemental for K-12 schedules.

Limiting Impacts

As outlined in the call for the special session, executive budget recommendations include no action to reduce the school equalization account. In addition, the reductions proposed for the Office of Public Instruction (OPI) will be well below the historic eight percent reduction target, despite major increases in funding and personnel received by OPI from the 1991 legislature.

The recommendations are also designed to limit the impacts in other critical areas. For example, a plan to negate the need for tuition surcharges on students at Montana's public institutions of higher learning for the coming semester is proposed. Special concern was given to preserving existing human services.

Particular care was taken to limit the impact of necessary actions on state employees. Concerns have been raised about the high levels of vacancy savings proposed in the original executive reduction plan, and those proposals remain essentially intact in this executive recommendation. But it is important to note that boilerplate restrictions in House Bill 2 make this a more feasible alternative than other reductions. Because funds may not be moved from personal services into other expenditure categories, some agencies have chosen to increase vacancy savings, realizing that later revisions in operating budgets would allow the movement of excess authority from operating expenses and equipment to cover personal services shortfalls.

Local Government Impacts

Also of concern is the impact of budget reductions on local governments. More than \$70 million of the state funds are distributed annually to local governments. Excluding the impact of a substantial supplemental appropriation for schools, the executive recommendation includes reductions of \$4,159,157, of which only \$2,159,157 are a reduction in "hard" dollars. Two million dollars of the impact is a one-time reduction in the appropriation to the Coal Board.

TABLE 3

IMPACTS ON LOCAL GOVERNMENT UNITS

	FY92	FY93
State Lands - State		
Equalization Payment	(\$21,200)	(\$21,200)
SRS - TEAMS	0	(250,000)
DHES - Family Planning	(4,000)	(4,000)
Commerce - Coal Board Grants	(500,000)	(1,500,000)
DCHS - Court Ordered Evaluations	0	(513,454)
OPI - Gifted and Talented	(24,000)	(24,000)
OPI - Secondary Vo-Ed	(274,000)	0
OPI - Impact Aid	(400)	(400)
OPI - Special Education Contingency	(214,520)	0
OPI - School Foundation and GTB	41,534,000	0
Judiciary - District Court		
Criminal Reimbursement	0	(224,767)
Judiciary - District Court		
Automation	(33,600)	0
Highway Traffic Safety - Distribution		
to DUI Task Force	(15,920)	(15,920)
Justice - Motor Vehicle Registration		
Automation	(51,144)	(67,032)
Justice - Driver License		
Reinstatement Fees	0	(400,000)
TOTAL IMPACT TO LOCAL GOVERNMENTS	<u>\$40,395,216</u>	<u>(\$3,020,773)</u>

GENERAL FUND REVENUES

Since the adjournment of the 52nd Legislature, the performance of certain of the state's key general fund revenue sources eroded relative to anticipations. Revenues at the close of fiscal year 1991 were \$11.1 million, or 2.6%, short of the estimate.

The fiscal year 1991 shortfalls sparked a review of all general fund revenue sources. Two solid facts emerged from this review: many of the factors which contributed to the 1991 shortfall would remain throughout the 1993 biennium and the continued national recession would cause further revenue reductions from anticipated levels.

These facts forced a significant downward revision in general fund revenue estimates for the 1993 biennium. The current executive revenue estimate revision reduces the legislative general fund revenue estimate by a total of \$38.7 million, or about 4%. Table 1 below shows the HJR 24 estimated receipts, revised estimates and differences.

TABLE 4

REVENUE CATEGORY	Fiscal Year 1992			Fiscal Year 1993		
	HJR 24 ESTIMATED RECEIPTS	REVISED ESTIMATE	REVISION DIFFERENCE	HJR 24 ESTIMATED RECEIPTS	REVISED ESTIMATE	REVISION DIFFERENCE
General Fund Revenues:						
Drivers License Fee	\$1,571,000	\$1,543,000	\$(28,000)	\$1,577,000	\$1,577,000	\$0
Insurance Tax	18,518,000	18,497,000	(21,000)	17,885,000	19,680,000	1,795,000
Vehicle Regis. Fee	7,883,000	9,134,000	1,251,000	8,055,000	9,442,000	1,387,000
Vehicle License Fee	2,710,000	2,948,000	238,000	2,781,000	3,066,000	285,000
Poker License Fee	6,969,000	7,239,000	270,000	7,517,000	7,800,000	283,000
Beer Tax	1,272,000	1,225,000	(47,000)	1,280,000	1,226,000	(54,000)
Coal Severance Tax	5,939,000	6,086,000	147,000	5,913,000	5,864,000	(49,000)
Corporation Tax	32,715,000	31,440,000	(1,275,000)	32,240,000	33,360,000	1,120,000
Electrical Energy Tax	4,239,000	3,984,000	(255,000)	4,241,000	4,055,000	(186,000)
Freight Line Tax	1,197,000	1,282,000	85,000	1,193,000	1,271,000	78,000
Individual Income Tax	207,917,000	197,983,000	(9,934,000)	213,425,000	199,499,000	(13,926,000)
Inheritance Tax	9,704,000	9,704,000	0	9,969,000	9,969,000	0
Metal Mines Tax	4,661,000	4,736,000	75,000	4,460,000	4,406,000	(54,000)
Natural Gas Sev. Tax	1,634,000	1,740,000	106,000	1,816,000	2,019,000	203,000
Oil Severance Tax	19,429,000	17,211,000	(2,218,000)	18,528,000	17,791,000	(737,000)
Telephone Tax	4,073,000	4,007,000	(66,000)	4,209,000	4,164,000	(45,000)
Wine Tax	785,000	784,000	(1,000)	766,000	754,000	(12,000)
Institution Reim.	13,458,000	13,645,000	187,000	13,037,000	13,335,000	298,000
TCA Interest Earnings	22,276,000	18,725,000	(3,551,000)	25,092,000	18,377,000	(6,715,000)
Liquor Excise Tax	5,710,000	5,548,000	(162,000)	5,691,000	5,571,000	(120,000)
Liquor Profits	4,363,000	4,141,000	(222,000)	4,302,000	4,144,000	(158,000)
Coal Trust Earnings	44,045,000	42,037,000	(2,008,000)	45,432,000	43,340,000	(2,092,000)
Long Range Bond Excess	43,829,000	42,540,000	(1,289,000)	44,451,000	43,200,000	(1,251,000)
Other Revenue	22,753,000	22,753,000	0	23,304,000	23,304,000	0
Total General Fund	\$487,650,000	\$468,932,000	\$(18,718,000)	\$497,164,000	\$477,214,000	\$(19,950,000)

Two general revenue sources explain most of the downward revision.

Individual Income Tax

The state's largest general fund revenue source -- the individual income tax -- fell far short of estimates in fiscal year 1991. Total collections were roughly \$20 million below the legislative estimate.

Upon review, it was discovered that the factors contributing to the fiscal year 1991 shortfall are fully expected to continue throughout the 1993 biennium. As a result, general fund revenues were reduced by \$27.2 million for the biennium. A permanent reduction in the amount of non-wage income accounts for \$20 million of the reduction. The remaining \$7.2 million reflects the estimated effect of a prolonged national recession on income tax collections.

Interest Earnings

Continuation of the national recession and less concern about inflation has sparked the Federal Reserve to attempt to stimulate the national economy by continuously lowering interest rates to the lowest level in two decades. Since the state receives significant earnings from investments, these actions are serious.

Short-term interest rates are currently expected to average about 2.5%, or 250 basis points, lower than the levels assumed in the legislative estimates as a result of the ensuing actions of the Federal Reserve. Long-term rates are expected to average roughly 1% (or 100 basis points) less than previously assumed.

The lower interest rates and, to a lesser degree, revised investable balances reduced interest earnings for the biennium by approximately \$14.4 million.

Other Sources

On net the estimates for remaining general fund sources were increased by \$2.9 million. A \$2.9 million reduction in estimated oil severance tax collection due to wellhead prices lower than previously assumed was more than offset by increased estimates for other sources. Examples of estimate increases include the insurance tax (\$1.8 million), vehicle registration and license fees (\$3.2 million) and video gaming revenues (\$0.5 million).

GENERAL FUND BALANCE

The revised revenue estimates for the general fund and school foundation program, and anticipated supplemental requests yield a general fund deficit of \$94.8 million by fiscal year end 1993. If an ending fund balance of \$11.1 million is desired, \$105.9 million of general fund reductions and/or revenue increases would be necessary.

The following table provides a projected general fund balance statement and includes a summary of the executive budget recommendations and their effect.

GENERAL FUND BALANCE PROJECTIONS

TABLE 5

	ACTUAL FY 91	ESTIMATED FY 92	ESTIMATED FY 93
BEGINNING FUND BALANCE	\$89.038	\$58.700	(\$9.228)
RECEIPTS			
ESTIMATED REVENUE	\$420.257	\$468.932	\$477.214
TOTAL AVAILABLE	\$509.295	\$527.632	\$467.986
DISBURSEMENTS			
BUDGETED DISBURSEMENTS	457.574	453.868	452.795
LEGISLATIVE FEED BILL		0.525	4.500
MISCELLANEOUS APPROPRIATIONS		7.842	7.887
PAY PLAN PROPOSAL		12.962	20.914
SUPPLEMENTAL REQUESTS:			
SCHOOL FOUNDATION PROGRAM (IN HB2)		12.718	28.816
OTHER IN HB 2 AMENDMENTS		16.232	4.520
ANTICIPATED ADDITIONAL IN FY 93		0.000	8.500
TRANS INTEREST		2.548	5.313
DEBT SERVICE		10.817	11.754
PROPERTY TAX REIMBURSEMENT		19.037	19.037
RETIREE SUPPLEMENT PAYMENTS		6.240	3.730
LANGUAGE APPROPRIATIONS		0.071	
REVERSIONS		-5.000	-5.000
TOTAL DISBURSEMENTS	\$457.574	\$537.860	\$562.766
ADJUSTMENTS	6.979	1.000	
ENDING FUND BALANCE	<u>\$58.700</u>	<u>(\$9.228)</u>	<u>(\$94.780)</u>

-----GOVERNOR'S PROPOSED CORRECTIVE ACTIONS:-----

PROPOSED BEGINNING FUND BALANCE	-9.228	15.758
HB 2 AMENDMENTS:		
APPROPRIATION REDUCTIONS	11.640	26.949
FUNDING CHANGES AND TRANSFERS	6.360	3.102
FY 92 TUITION WAIVER	-4.778	0.000
AGENCY REVENUE ACTIONS	7.364	6.231
HB 3 FUND BALANCE & REVENUE TRANSFERS	1.500	6.614
QUARTERLY ESTIMATED TAX	0.000	34.000
LIQUOR STORE CONVERSION	0.000	4.000
CORRECT RETIREMENT PAYMENT ERROR	<u>2.900</u>	<u>0.000</u>
PROPOSED ENDING FUND BALANCE	<u>15.758</u>	<u>11.102</u>

Recommended Fund Balance

The executive budget erases the \$94.8 million deficit and provides a fiscal year 1993 ending balance of \$11.1 million. Due to plummeting interest rates and the continuation of the national recession, it is essential that the special legislative session leave no less than this as an ending balance. The National Association of State Budget Officers reports that states are leaving an average of no less than 1.5% general fund balances following budget reduction special sessions and further explains that this is a very low, absolute minimum balance. A 1.5% balance for the State of Montana would be \$16.5 million.

House Bill 2 Amendments

Proposed reductions in general fund appropriations authorized in HB2 of the 52nd Legislature and various "cat and dog" appropriation acts will be contained in amendments to HB2. These proposed reductions and funding changes total \$13.2 million in FY92 and \$30.5 million in FY93. In general, these primarily are reductions in increased appropriations passed during the regular session.

Agency Revenue Actions

Agency recommended revenue initiatives total \$7.4 million in FY92 and \$6.2 million in FY93. A complete description of these actions is provided in a later section headed "General Fund Revenue From Action By State Agencies".

House Bill 3 Fund Balance and Revenue Transfers

Various funding and revenue transfers to the general fund are recommended in HB3. These proposals divert \$1.5 million in FY92 and \$6.6 million in FY93 to the state general fund. The recommendations are outlined in detail below under the heading "Fund Transfers and Revenue Diversions Requiring Legislative Action".

Quarterly Estimated Tax

A proposal to require income taxpayers to make quarterly estimated payments similar to federal law is requested to provide accelerated revenues of \$34 million in FY93. These revenues are to be earmarked to correct cashflow problems in accordance with the special session call.

Liquor Store Conversion

The state's 30 remaining state-owned liquor stores are proposed to be converted to agencies. The action reduces costs and investments in inventory by an estimated \$4 million in FY93. The waiver of the FY92 college tuition increases approved by the Board of Regents is contingent on passage and approval of this proposal.

Correct Retirement Error

SB226 of the 52nd Legislature unintentionally granted three retirement payments in the 1993 biennium because an effective date for the payments was accidentally omitted. Correction of this oversight will save \$2.9 million in FY92.

PUBLIC SCHOOL SUPPORT

TABLE 6

	Estimated Fiscal <u>1992</u>	Estimated Fiscal <u>1993</u>
Beginning fund balance	9.481	(12.718)
Revenues		
State Equalization		
Income tax	\$89.849	\$90.537
Corporation tax	14.689	15.541
Coal tax	4.508	4.344
Interest & income	39.563	42.293
US oil & gas	25.527	24.916
40 Mills	63.030	64.200
Interest earnings	0.445	0.072
Miscellaneous	14.988	8.722
Coal trust interest	7.418	7.648
Lottery	<u>4.000</u>	<u>3.480</u>
Total State Equalization	\$264.017	\$261.753
County Equalization		
55 mills	\$86.660	\$88.300
Highschool tuition	(0.993)	(0.943)
Forest funds	1.744	1.304
Taylor grazing	0.119	0.112
County equalization shortfalls	(1.125)	(1.125)
Miscellaneous	<u>25.135</u>	<u>20.297</u>
Total County Equalization	\$111.540	\$107.945
Total available	\$385.038	\$356.980
Expenditures		
Foundation	\$347.200	\$347.016
Guaranteed tax base	46.500	47.436
Transportation/telecommunications	<u>4.056</u>	<u>4.062</u>
Total expenditures	\$397.756	\$398.514
Ending balance	<u>(\$12.718)</u>	<u>(\$41.534)</u>

Public School support will require a supplemental appropriation of \$41,534,000 to complete the 1993 biennium. The 1991 legislature left a need for a supplemental of \$11,208,000 as more expenditures were appropriated from the equalization account than was anticipated in HJR24 to be available. Subsequent to the session actual revenues for fiscal year 1991 and revised projections for the 1993 biennium indicate a further shortfall of \$33,890,000. The revenue shortfall is reduced \$4,500,000 by the executive proposal to deposit timber sale revenues to the interest and income account for school equalization, rather than the to permanent

fund. In addition, information on school year 1992 costs indicate they will exceed original projections by \$936,000.

Late in the 1991 legislative session, the conference committee on House Bill 2 added \$7.8 million of school equalization account appropriation to fund the increased state share of school transportation reimbursements resulting from Senate Bill 82. This occurred at a time when expenditures from this account already exceeded anticipated revenues. When the affects of other legislation upon equalization account revenues were added the legislative action left a \$11.2 million deficit which would have to be covered with a supplemental appropriation from the general fund.

Revenues for school equalization were \$22.5 million less in fiscal 1991 and are anticipated to be \$11.4 million less in the 1993 biennium than anticipated in HJR 24. The fiscal 1991 shortfall included \$6.6 million of statewide levy revenue that was due in fiscal 1991 but not received until after the year end with the result that it will be recorded in fiscal 1992. The major short falls are in the personal income tax which is anticipated to be short \$19.0 million over the three years, lottery which is anticipated to be short \$5.6 million, and the 95 mills on property which is anticipated to be short \$5.9 million.

The cost of the foundation and guaranteed tax base is \$936,000 higher than estimated for fiscal 1992 based upon preliminary budgets received by the Office of Public Instruction. Since this is with in one-fourth of one percent of the estimate no adjustment is made for fiscal 1993.

GENERAL FUND REVENUE FROM ACTION BY STATE AGENCIES

TABLE 7

	<u>FY92</u>	<u>FY93</u>
Legislative Auditor		
Audit special revenue	\$ 22,159	\$ 0
Nonbudgeted special audit recovery		7,000
Governor's Office		
ARCO balance	28,000	0
Secretary of State		
Administrative rules	0	20,000
Records management	0	20,000
Department of Justice		
Justice state special revenue	0	24,400
Department of State Lands		
Federal forest fire reimbursement	56,000	56,000
Department of Revenue		
Natural resource & corporate revenue initiative	1,916,250	3,083,750
Income & miscellaneous revenue initiative	560,000	957,547
Liquor enterprise transfer	1,000,000	0
Department of Administration		
Photocopy contract savings	46,000	46,000
Computer services and telecommunications	100,000	0
Interest on social security contributions	110,964	28,000
Department of Corrections and Human Services		
FY92 and FY93 institutional reimbursements	1,074,395	907,322
FY90 cost settlements	1,050,012	0
Fee for court-ordered evaluations	0	513,454
Department of Military Affairs		
National guard federal account	183,431	0
National guard contracts administration		40,000
Department of Social and Rehabilitation Services		
SRS unreconciled balance in federal account	1,000,000	0
Child support state special transfer	0	500,000
Searches	200,000	0
Child support operations	17,235	27,613
Total deposits to general fund	<u>\$7,364,446</u>	<u>\$6,231,086</u>

Legislative Auditor

Audit Special Revenue

The Office of Legislative Auditor will deposit \$22,159 from the legislative audit state special revenue account to the general fund in FY92. The amount of the cash transfer is calculated such that the necessary minimum cash operating balance will be maintained in the legislative audit account.

Nonbudgeted Special Audit Cost Recovery

Upon receipt of nonbudgeted cost recovery revenue from a special audit, the Office of Legislative Auditor will deposit up to \$7,000 in the general fund by the end of the 1993 biennium.

Governor's Office

ARCO Balance

The Governor's Office will deposit the remaining cash balance in the ARCO Coal Company Clark Fork River state special revenue account to the general fund during FY92. The cash balance remains from funds provided by ARCO for the Clark Fork Demonstration Project.

Secretary of State

Administrative Rules Account

The Secretary of State will make a one-time deposit of \$20,000 from the administrative rules state special revenue account to the general fund during FY93.

Records Management

The Secretary of State will make a one-time deposit of \$20,000 from the Records Management Bureau proprietary account to the general fund during FY93.

Department of Justice

Justice State Special Revenue

The Department of Justice will deposit approximately \$21,700 from the criminal lab state special revenue account and \$2,700 from the driver improvement fees state special revenue account to the general fund during FY93. The final amounts to be transferred will depend upon balances in the accounts at the time the deposits are processed.

Department of State Lands

Federal Forest Fire Reimbursement

The Department of State Lands will reduce its expenditures from federal revenue by \$56,000 each year, which will increase the amount of federal revenue transferred to the general fund by a like amount. The federal fire reimbursement funds are received by the department for expenses incurred from loaning department personnel to federal agencies to assist in fire suppression activities. The legislature had appropriated \$100,000 each year of the 1993 biennium.

Department of Revenue

Natural Resource & Corporate Tax Revenue Initiative

The Department of Revenue estimates that it can generate an additional \$5 million general fund revenue over the 1993 biennium by accelerating out-of-state corporate audit assessments.

Income & Miscellaneous Tax Revenue Initiative

The Department of Revenue estimates that it can generate an additional \$1,517,547 general fund revenue over the 1993 biennium by reallocating its resources to activities which will maximize general fund revenues.

Liquor Enterprise Transfer

Complete implementation of the liquor inventory bailment system makes an additional transfer of \$1 million from the liquor enterprise fund to the general fund feasible in FY92.

Department of Administration

Photocopy Contract Savings

Favorable rates on the new photocopy term contract reduce the Department of Administration commitment to purchase eight photocopiers. The new contract allows the department to transfer excess cash reserves of \$46,000 each year of the 1993 biennium to the general fund.

Computer Services & Telecommunications

Consolidation of the computer services and telecommunications internal service funds enhances cash flow which, in turn, reduces the capital reserve requirements. The department estimates these cash flow improvements will generate an excess fund balance of \$100,000 in FY92 which will be transferred to the general fund.

Interest on Social Security Contributions

Pursuant to 19-1-602, MCA, interest earned on social security contributions received by the Public Employees' Retirement Board must be transferred to the general fund. The Department of Administration estimates interest earnings of \$110,964 in FY92 and \$28,000 in FY93 will be transferred to the general fund.

Department of Corrections and Human Services

FY92 and FY93 Institutional Reimbursements

Private insurance, Medicaid and Medicare revenue is increasing by \$133,188 in FY92 and 122,425 in FY93 at MDC, \$37,285 in FY92 and \$48,436 in FY93 at EHSC, \$433,163 in FY92 and \$508,657 in FY93 at the Center for the Aged, \$75,233 in FY92 and \$114,452 in FY93 at Veterans' Nursing Home, and \$395,526 in FY92 and \$113,352 in FY93 at MSH. Increased revenue will be deposited by the Department of Corrections and Human Services to the general fund.

FY90 Cost Settlements

Underpayments associated with provider costs for FY90 will add \$255,253 at EHSC, \$668,115 at MDC, and \$126,644 at MSH in new federal Medicaid revenue during FY92. The Department of Social and Rehabilitation Services considers this total estimate of \$1,050,012 valid and the Department of Corrections and Human Services will deposit the increased revenue to the general fund.

Court-Ordered Evaluations

The Department of Corrections and Human Services may charge counties for court-ordered evaluations, pursuant to 46-14-202, MCA, although the department has not done so in the past. Revenue income of \$513,454 in FY93 is an increase to the general fund in accordance with current law. The reduction is made in FY93 only to give counties time to include this adjustment in their budgets.

Department of Military Affairs

National Guard Federal Account

The remaining cash balance in the National Guard federal special revenue account, estimated to be approximately \$183,431, will be deposited to the general fund during FY92.

National Guard Contracts Administration

Approximately \$40,000 will be deposited to the general fund by the Department of Military Affairs from charges to the federal National Guard Bureau for contracts administration during the 1993 biennium.

Department of Social and Rehabilitation Services

SRS Unreconciled Balance in Federal Account

A legislative audit of SRS in FY91 indicated that approximately \$2.5 million in the department federal account actually belonged in the general fund. After the 1991 Legislature, in FY92, SRS transferred to the general fund \$1,500,000 from its unreconciled federal account. Although the final reconciliation is not yet complete, the agency believes that an additional \$1,000,000 can be transferred during FY92.

Child Support Enforcement State Special Transfer

The 1991 Legislature, in HB2, directed the agency to transfer all cash in its CSE state special revenue account over \$500,000 to the general fund at the end of each fiscal year. The agency also proposes to transfer the \$500,000 base to the general fund after FY92. This action will create the need for a small general fund loan for operating cash during the first part of FY93.

SEARCHS Development

A development contract for SEARCHS, the computer System for Enforcement And Recovery of Child Support, has been implemented at a cost lower than anticipated during planning. HB2 language requires that all CSE state special revenue funds above \$500,000 at the end of each fiscal year be transferred to the general fund. Therefore, the proposed reduction in CSE state special revenue expenditure of \$200,000 in FY92 will result in transfer of a like amount to the general fund at the end of FY92.

Child Support Operations

The agency has submitted a reduction in operating expenses in the CSE Program. HB2 language requires that all CSE state special revenue funds above \$500,000 at the end of each fiscal year be transferred to the general fund. Therefore, the proposed reduction in CSE state special revenue expenditure of \$17,235 in FY92 and \$27,613 in FY93 will result in transfer of a like amount to the general fund each year respectively.

FUND TRANSFERS AND REVENUE DIVERSIONS REQUIRING LEGISLATIVE ACTION

TABLE 8

	<u>FY92</u>	<u>FY93</u>
Coal Tax Allocation To Highways	0	4,572,000
Prison Industries Revolving Account	0	605,212
Interest and Income Moneys to Include Sale of Timber	Included in HB 2 Amendments	
Driver's License Reinstatement	0	400,000
Highway Patrol ID Cards	0	11,400
Driver's License Collections	0	25,000
Unemployment Insurance Administration Account	1,500,000	0
Hazardous Waste/CERCLA and EQPF Accounts	0	1,000,000
District Court Reimbursement	Included in HB 2 Amendments	
	<u>1,500,000</u>	<u>6,613,612</u>

Department of Transportation Coal Tax Allocation for Highways

The coal severance tax allocation for the highway reconstruction trust fund account was scheduled to expire July 1, 1991, but the 1991 Legislature amended 15-35-108, MCA, to continue this allocation until 2003. This recommendation would divert temporarily the coal tax allocation for FY93 only to the general fund.

Department of Corrections and Human Services Prison Industries Revolving Account

The Department of Corrections and Human Services will have an excess of \$605,212 in its internal services fund for the industries program at the prison, after the equipment authorized by the 1991 Legislature is purchased and cash flow needs are taken into consideration. This amount is recommended for transfer to the general fund.

Department of State Lands Interest and Income Moneys to Include Sale of Timber

In 1967 the United State Congress recognized timber as a renewable resource and adopted an amendment to the 1889 Enabling Act. It is recommended this amendment to the Enabling Act be accepted and that 20-9-341, MCA, be amended accordingly to include 95% of the interest received from the sale of timber from state school lands in the interest and income account. These actions will reduce the general fund liability for the 1993 biennium \$41.5 million shortfall in the school equalization account by \$4.5 million.

Department of Justice Driver's License Reinstatement

The 1991 Legislature amended 61-2-107, MCA, to distribute one-half of the license reinstatement fees to 128 incorporated cities and towns for distribution by them to state and local government entities and to private entities. The Department of Justice and the executive budget recommend this \$400,000 be deposited to the general fund to save excessive administrative overhead at both state and local levels of government.

Department of Justice Highway Patrol ID Cards

The \$11,400 balance in this account is transferred to the general fund at the end of FY93.

Department of Justice Driver's License Collections

The \$25,000 balance in this account is transferred to the general fund at the end of FY93.

Department of Labor Unemployment Insurance (UI) Administration Account

Section 39-51-406, MCA, authorizing the unemployment insurance administration account, which receives an

assessment of 0.1% of payroll subject to unemployment insurance tax, restricts use of the funds for administration of programs delegated to the Department of Labor. A temporary amendment to that section is recommended for transfer of \$1.5 million to the general fund at the end of FY92. Based on department records for FY83-FY91, the proposed transfer would result in a projected FY93 ending fund balance of approximately \$2.1 million, which with the estimated 1995 biennium revenues is anticipated to be sufficient for current level needs plus fund a comparable pay plan in the 1995 biennium without an increase in the assessment rate.

Department of Health and Environmental Sciences Hazardous Waste/CERCLA and EQPF Accounts

The hazardous waste/CERCLA (federal Comprehensive Environmental Response, Compensation and Liability Act) account receives 12% of the resource indemnity trust interest, estimated at approximately \$925,000 and \$997,000 in FY92 and FY93, respectively. Use of funds in the account are statutorily restricted for administration of the Montana Hazardous Waste Act, participation in remedial actions under the federal CERCLA, and payment on CERCLA bonds. Based on current appropriations, there is a projected FY93 ending fund balance of approximately \$1.1 million.

The EQPF (Environmental Quality Protection Fund) receives 4% of the resource indemnity trust interest, estimated at approximately \$308,000 and \$330,000 in FY92 and FY93, respectively, plus all penalties, damages, and cost recoveries collected from responsible parties. Use of funds in the account are statutorily restricted for administration of the state superfund program and for remedial actions pursuant to the Comprehensive Environmental Cleanup and Responsibility Act. In addition to the administrative appropriation, there is a contingency appropriation of \$1 million in the event of an environmental disaster. Assuming that none of the contingency appropriation is expended in the 1993 biennium, there is a projected FY93 ending fund balance of approximately \$1.4 million.

A temporary amendment to the relevant statutory sections authorizing a total transfer of \$1 million from either or both accounts is proposed. Because of the potential need for unanticipated remedial actions funded through either or both of these accounts, the proposed amendments will provide the Department of Health and Environmental Sciences with flexibility to allocate the transfers among the two accounts as circumstances warrant.

District Court Criminal Reimbursement

Statutory changes are recommended to delete the provision in section 61-3-509, MCA, which directs the state treasurer to refund to counties any additional revenues available from the district court fee in FY93 only. There is no fiscal impact identified in the table above because the 8% reduction of \$222,705 is included in HB2. To allow counties time to adjust their budgets the 8% reduction was applied only to the FY93 reimbursement.

GENERAL GOVERNMENT AND TRANSPORTATION

GENERAL GOVERNMENT & TRANSPORTATION

Overview

Agency	--Actual--		--Appropriated--		--Recommended--		--Differences--		--Biennial % Change--	
	FY90	FY91	FY92	FY93	FY92	FY93	FY92	FY93	93 Rec/ 91 Act	93 Rec/ 93 Appr
1101 Legislative Auditor										
General Fund	1,024,930	1,088,384	1,272,318	1,301,260	1,212,349	1,204,159	(59,969)	(97,101)	14.3%	-6.1%
State Special	1,034,587	1,052,840	1,353,297	1,366,148	1,353,297	1,366,148	0	0	30.3%	0.0%
Total Funds	2,059,517	2,141,224	2,625,615	2,667,408	2,565,646	2,570,307	(59,969)	(97,101)	22.3%	-3.0%
1102 Legislative Fiscal Analyst										
General Fund	716,021	813,062	960,003	922,603	908,999	848,795	(51,004)	(73,808)	15.0%	-6.6%
1104 Legislative Council										
General Fund	1,970,983	2,629,894	2,206,282	2,172,153	2,063,738	1,998,381	(142,544)	(173,772)	-11.7%	-7.2%
State Special	412,593	199,171	1,141,542	505,483	1,141,542	505,483	0	0	169.2%	0.0%
Total Funds	2,383,576	2,829,065	3,347,824	2,677,636	3,205,280	2,503,864	(142,544)	(173,772)	9.5%	-5.2%
1109 Senate										
General Fund	270,836	1,302,927	0	0	0	0	0	0	NA	NA
1110 House										
General Fund	445,568	2,156,994	0	0	0	0	0	0	NA	NA
1111 Environmental Quality Council										
General Fund	221,779	252,295	297,236	301,893	289,278	294,493	(7,958)	(7,400)	23.1%	-2.6%
State Special	7,034	8,936	26,451	0	26,451	0	0	0	65.6%	0.0%
Total Funds	228,813	261,231	323,687	301,893	315,729	294,493	(7,958)	(7,400)	24.5%	-2.5%
1112 Consumer Counsel										
State Special	620,028	789,881	919,549	946,842	919,549	946,842	0	0	32.4%	0.0%
2110 Judiciary										
General Fund	4,778,026	4,901,700	8,502,355	8,470,121	8,291,610	8,065,861	(210,745)	(404,260)	69.0%	-3.6%
State Special	429,267	995,148	1,076,240	1,076,354	1,035,349	1,035,446	(40,891)	(40,908)	45.4%	-3.8%
Federal Revenue	0	0	200,000	0	200,000	0	0	0	NA	0.0%
Total Funds	5,207,293	5,896,848	9,778,595	9,546,475	9,526,959	9,101,307	(251,636)	(445,168)	67.8%	-3.6%
2115 Chiropractic Legal Panel										
State Special	0	9,750	13,000	13,000	13,000	13,000	0	0	166.7%	0.0%
3101 Governor's Office										
General Fund	2,501,609	2,576,372	2,687,925	2,578,274	2,576,925	2,420,393	(111,000)	(157,881)	-1.6%	-5.1%
State Special	559,082	777,749	78,583	78,759	99,583	108,759	21,000	30,000	-84.4%	32.4%
Federal Revenue	391,455	429,517	466,397	476,411	481,397	491,411	15,000	15,000	18.5%	3.2%
Total Funds	3,452,146	3,783,638	3,232,905	3,133,444	3,157,905	3,020,563	(75,000)	(112,881)	-14.6%	-3.0%
3201 Secretary of State										
General Fund	882,161	942,644	1,064,647	1,014,539	994,647	1,014,539	(70,000)	0	10.1%	-3.4%
State Special	142,058	164,514	182,493	184,635	182,493	184,635	0	0	19.8%	0.0%
Proprietary Fund	0	0	348,143	359,286	348,143	359,286	0	0	NA	0.0%
Total Funds	1,024,219	1,107,158	1,595,283	1,558,460	1,525,283	1,558,460	(70,000)	0	44.7%	-2.2%
3202 Commissioner of Political Prac.										
General Fund	106,111	116,961	175,233	122,618	158,077	122,618	(17,156)	0	25.8%	-5.8%

Agency	--Actual--		--Appropriated--		--Recommended--		--Differences--		--Biennial % Change--	
	FY90	FY91	FY92	FY93	FY92	FY93	FY92	FY93	93 Rec/ 91 Act	93 Rec/ 93 Appr
3401 State Auditor's Office										
General Fund	2,425,460	2,305,602	2,409,938	2,303,991	2,340,938	2,207,991	(69,000)	(96,000)	-3.8%	-3.5%
State Special	7,404,365	7,474,298	7,611,628	7,617,358	7,611,628	7,617,358	0	0	2.4%	0.0%
Federal Revenue	7,715,901	11,333,675	10,000,000	10,000,000	10,000,000	10,000,000	0	0	5.0%	0.0%
Proprietary Fund	0	118,117	158,608	150,817	158,608	150,817	0	0	162.0%	0.0%
Total Funds	17,545,726	21,231,692	20,180,174	20,072,166	20,111,174	19,976,166	(69,000)	(96,000)	3.4%	-0.4%
4107 Crime Control Division										
General Fund	409,615	377,600	507,140	537,157	466,593	494,184	(40,547)	(42,973)	22.0%	-8.0%
State Special	281,504	441,106	664,757	1,143,498	664,757	1,143,498	0	0	150.2%	0.0%
Federal Revenue	2,410,936	3,451,662	3,444,693	3,446,747	3,444,693	3,476,320	0	29,573	18.1%	0.4%
Total Funds	3,102,055	4,270,368	4,616,590	5,127,402	4,576,043	5,114,002	(40,547)	(13,400)	31.4%	-0.6%
4108 Highway Traffic Safety										
General Fund	200,000	192,250	199,000	199,000	183,080	183,080	(15,920)	(15,920)	-6.7%	-8.0%
State Special	60,950	66,712	78,986	80,807	78,986	80,807	0	0	25.2%	0.0%
Federal Revenue	1,170,719	1,028,555	918,538	924,196	918,538	924,196	0	0	-16.2%	0.0%
Total Funds	1,431,669	1,287,517	1,196,524	1,204,003	1,180,604	1,188,083	(15,920)	(15,920)	-12.9%	-1.3%
4110 Justice										
General Fund	9,885,144	10,571,345	12,758,938	13,262,908	12,227,717	12,708,851	(531,221)	(554,057)	21.9%	-4.2%
State Special	25,609,258	27,958,210	33,886,585	33,677,970	33,886,585	33,677,970	0	0	26.1%	0.0%
Federal Revenue	1,127,852	1,280,954	1,166,595	829,057	1,166,595	1,172,706	0	343,649	-2.9%	17.2%
Proprietary Fund	545,441	551,123	613,648	633,096	613,648	633,096	0	0	13.7%	0.0%
Total Funds	37,167,695	40,361,632	48,425,766	48,403,031	47,894,545	48,192,623	(531,221)	(210,408)	23.9%	-0.8%
5401 Transportation										
General Fund	0	0	942,672	624,911	867,258	574,918	(75,414)	(49,993)	NA	-8.0%
State Special	200,057,433	221,616,268	179,503,219	193,359,083	179,503,219	193,359,083	0	0	-11.6%	0.0%
Federal Revenue	97,097,926	106,284,379	145,669,409	147,902,548	145,669,409	147,902,548	0	0	44.3%	0.0%
Proprietary Fund	13,485,400	13,722,451	14,438,107	14,255,776	14,438,107	14,255,776	0	0	5.5%	0.0%
Total Funds	310,640,759	341,623,098	340,553,407	356,142,318	340,477,993	356,092,325	(75,414)	(49,993)	6.8%	0.0%
5801 Revenue										
General Fund	22,111,020	36,610,990	40,013,299	39,625,238	39,844,953	39,363,866	(168,346)	(261,372)	34.9%	-0.5%
State Special	9,743,759	47,261,589	46,393,134	46,412,491	46,403,134	46,412,491	10,000	0	62.8%	0.0%
Federal Revenue	233,724	238,221	310,994	318,832	310,994	318,832	0	0	33.5%	0.0%
Proprietary Fund	44,079,317	50,373,186	45,508,028	45,453,755	45,508,028	45,453,755	0	0	-3.7%	0.0%
Total Funds	76,167,820	134,483,986	132,225,455	131,810,316	132,067,109	131,548,944	(158,346)	(261,372)	25.1%	-0.2%
6101 Administration										
General Fund	35,244,000	15,525,659	17,243,748	20,982,443	17,108,234	20,832,631	(135,514)	(149,812)	-25.3%	-0.7%
State Special	2,293,061	2,635,752	2,878,983	2,908,987	2,878,983	2,908,987	0	0	17.4%	0.0%
Proprietary Fund	61,785,044	66,650,256	76,796,057	77,010,140	76,826,057	77,055,413	30,000	45,273	19.8%	0.0%
Total Funds	99,322,105	84,811,667	96,918,788	100,901,570	96,813,274	100,797,031	(105,514)	(104,539)	7.3%	-0.1%
6103 State Fund										
State Special	16,347,920	12,713,976	14,026,737	14,000,000	14,026,737	14,000,000	0	0	-3.6%	0.0%
Proprietary Fund	45,150,318	24,180,220	193,752,659	200,856,096	193,752,659	200,856,096	0	0	469.2%	0.0%
Total Funds	61,498,238	36,894,196	207,779,396	214,856,096	207,779,396	214,856,096	0	0	329.5%	0.0%
6104 Public Employees' Retirement Board										
General Fund	0	0	6,240,000	3,730,000	6,240,000	3,730,000	0	0	NA	0.0%
6701 Military Affairs										
General Fund	1,981,153	2,748,156	2,293,833	2,129,048	2,226,208	2,066,348	(67,625)	(62,700)	-9.2%	-2.9%
State Special	0	0	32,172	41,169	32,172	41,169	0	0	NA	0.0%
Federal Revenue	3,635,147	3,374,900	3,856,961	3,909,633	3,856,961	3,949,633	0	40,000	11.4%	0.5%
Total Funds	5,616,300	6,123,056	6,182,966	6,079,850	6,115,341	6,057,150	(67,625)	(22,700)	3.7%	-0.7%

- **FY90 and FY91** actuals show **all** expenditures including statutory appropriations and budget amendments.
- **FY92 and FY93** appropriated include current appropriations, **excluding** budget amendments, administrative authorizations, and some statutory and continuing appropriations.
- **Legislative Council** - Additional Operations Program expenses attributable to the production of the Montana Code Annotated and ancillary publications were shifted to state special revenue funding for the 1993 biennium. Appropriations from state special revenue total \$1,647,025 for the 1993 biennium, an increase of more than \$1 million over actual state special revenue expenses during the 1991 biennium.
- **Judiciary** - The FY92 and FY93 appropriated general fund amounts include nearly \$5.5 million for the District Court Reimbursement Program which was transferred from the Department of Commerce by HB864.
- **Governor's Office** - Actual state special revenue expenditures for the 1991 biennium include about \$788,000 for the ARCO Clark Fork Demonstration Project.
- **State Auditor's Office** - A portion of the costs of the warrant writing system attributable to warrants processed for non-general fund agencies were shifted from general fund to state special revenue beginning in FY91. The bad debts collection function shifted from general fund to proprietary funds beginning in FY92. The total impact of these shifts is a \$603,256 decrease in general fund appropriations for the 1993 biennium. The recommended general fund increase in the absence of the 1993 biennium funding shifts would be 8.8%.
- **Department of Revenue** - 1993 biennium appropriation for distributions of personal property tax to local governments (HB20) increased by \$14,889,875 over 1991 biennium actual distributions. 1993 biennium includes a \$980,838 triennial appropriation for contracting with the University of Montana for studies of forest productivity. Financing for administration of the workers' compensation payroll tax (\$124,131) shifted from general fund to state special revenue in the 1993 biennium. Exclusion of all these amounts results in a net 8% increase in the DOR general fund budget after the proposed general fund reductions.
- **Administration** - FY92-93 includes statutory appropriations of \$9.1 million general fund for TRANS and a \$19.4 million proprietary fund increase for employee health insurance. FY90 actual general fund includes a \$20 million one-time expenditure for workers' compensation. After reductions and adjustment for FY90, there remains a general fund increase of 27.2% for the 1993 biennium.
- **State Fund** - Revisions in GASB changed the state fund from an unappropriated trust fund to an appropriated enterprise fund.
- **Public Employees' Retirement Board** - FY92-93 includes a general fund statutory appropriation authorized by SB226 for adjustment payments to Montana residents who are retirees of state, local and teacher retirement systems.

- **Department of Military Affairs** - The FY91 actual column includes disaster fund payments of \$756,000. These payments were made from statutory appropriations for expenses of declared state emergencies. Excluding the disaster fund expenses, the department's recommended general fund for the biennium increases by 8%.

Legislative Auditor

Legislative Auditor Audit & Examination Program						1101-01
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	67.50	67.50	0.00	67.50	67.50	0.00
Personal Services	2,232,479	2,232,479	0	2,303,145	2,278,870	(24,275)
Operating Expenses	350,068	290,099	(59,969)	306,634	258,083	(48,551)
Equipment	43,068	43,068	0	57,629	33,354	(24,275)
Total Costs	2,625,615	2,565,646	(59,969)	2,667,408	2,570,307	(97,101)
General Fund	1,272,318	1,212,349	(59,969)	1,301,260	1,204,159	(97,101)
State Special Revenue Fund	1,353,297	1,353,297	0	1,366,148	1,366,148	0
Total Funding	2,625,615	2,565,646	(59,969)	2,667,408	2,570,307	(97,101)

ITEM	FY92	FY93
<ul style="list-style-type: none"> • Personal Services, Operating, and Equipment Reductions Recommended reductions total 4.7% in FY92 and 7.5% in FY93. A \$7,000 deposit of nonbudgeted revenue into the general fund is recommended to provide an 8% total for reductions and transfers in FY93. 	(59,969)	(97,101)

**Legislative Fiscal Analyst
Analysis & Review**

1102-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	17.50	17.50	0.00	18.00	18.00	0.00
Personal Services	738,520	702,134	(36,386)	767,686	705,856	(61,830)
Operating Expenses	152,983	142,344	(10,639)	152,417	141,778	(10,639)
Equipment	2,500	1,161	(1,339)	2,500	1,161	(1,339)
Total Costs	894,003	845,639	(48,364)	922,603	848,795	(73,808)
General Fund	894,003	845,639	(48,364)	922,603	848,795	(73,808)
Total Funding	894,003	845,639	(48,364)	922,603	848,795	(73,808)
HB 142	66,000	63,360	(2,640)	0	0	0

ITEM	FY92	FY93
<ul style="list-style-type: none"> Vacancy Savings, Operating, and Equipment Total recommended agency reductions, excluding reductions to biennial appropriations for legislative contingencies, data processing for legislative requests, and the Joint Committee on Postsecondary Education, amount to 4.9% in FY92 and 8% in FY93. 	(46,764)	(73,808)
<ul style="list-style-type: none"> Legislative Contingencies 	(800)	(0)
<ul style="list-style-type: none"> Legislative Requests 	(800)	(0)
<ul style="list-style-type: none"> HB 142 - Chapter No. 526 The \$66,000 biennial appropriation for work of the Joint Committee on Postsecondary Education Policy and Budget is recommended to be reduced by 4%. 	(2,640)	(0)

**Legislative Council
Interim Studies & Conferences**

1104-05

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	2.00	2.00	0.00	2.00	2.00	0.00
Personal Services	74,762	74,762	0			
Operating Expenses	404,248	366,887	(37,361)			
Total Costs	479,010	441,649	(37,361)			
General Fund	467,010	429,649	(37,361)			
State Special Revenue Fund	12,000	12,000	0			
Total Funding	479,010	441,649	(37,361)			
HB 966	37,000	34,040	(2,960)			

ITEM	FY92	FY93
<ul style="list-style-type: none"> Operating Reductions Total general fund for the biennial appropriation for the program is recommended to be reduced by 8%. 	(37,361)	(0)
<ul style="list-style-type: none"> HB 966 - Chapter No. 546 The biennial appropriation for expenses of the Committee on the Montana State Hospital at Galen and at Warm Springs is recommended to be reduced by 8%. 	(2,960)	(0)

**Legislative Council
Legislative Council**

1104-10

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	43.70	43.70	0.00	53.70	53.70	0.00
Personal Services	1,514,837	1,499,837	(15,000)	1,796,552	1,739,024	(57,528)
Operating Expenses	1,077,683	1,019,460	(58,223)	758,582	656,338	(102,244)
Equipment	161,948	132,948	(29,000)	122,502	108,502	(14,000)
Total Costs	2,754,468	2,652,245	(102,223)	2,677,636	2,503,864	(173,772)
General Fund	1,702,272	1,600,049	(102,223)	2,172,153	1,998,381	(173,772)
State Special Revenue Fund	1,052,196	1,052,196	0	505,483	505,483	0
Total Funding	2,754,468	2,652,245	(102,223)	2,677,636	2,503,864	(173,772)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Personal Services, Operating, and Equipment Total recommended program expense reductions and training, equipment and software deferrals amount to 6% in FY92 and 8% in FY93. 	(42,223)	(102,244)
<ul style="list-style-type: none"> 1991 Base Pay Adjustment 	(0)	(30,349)
<ul style="list-style-type: none"> One Added FTE 	(0)	(27,179)
<ul style="list-style-type: none"> Reapportionment Technical Support 	(35,000)	(0)
<ul style="list-style-type: none"> Legislative Computer Network 	(25,000)	(14,000)

Environmental Quality Council

Environmental Quality Council Environmental Quality Program						
1111-01						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	6.75	6.75	0.00	6.75	6.75	0.00
Personal Services	242,272	242,272	0	250,521	250,521	0
Operating Expenses	49,964	43,064	(6,900)	46,372	41,472	(4,900)
Equipment	5,000	5,000	0	5,000	2,500	(2,500)
Total Costs	297,236	290,336	(6,900)	301,893	294,493	(7,400)
General Fund	297,236	289,278	(7,958)	301,893	294,493	(7,400)
State Special Revenue Fund	0	1,058	1,058	0	0	0
Total Funding	297,236	290,336	(6,900)	301,893	294,493	(7,400)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Operating Expenses and Equipment The recommended reductions for the agency are for one EQC meeting each year, rent, contracted services, and equipment. 	(6,900)	(7,400)
<ul style="list-style-type: none"> Funding Switch \$1,058 in RIT interest funds is recommended to be transferred from the Water Policy Committee to reduce general fund support. 	(1,058)	(0)

**Environmental Quality Council
Water Policy Committee**

1111-02

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	0.25	0.25	0.00	0.25	0.25	0.00
Personal Services	5,531	5,531	0			
Operating Expenses	20,920	19,862	(1,058)			
Total Costs	26,451	25,393	(1,058)			
State Special Revenue Fund	26,451	25,393	(1,058)			
Total Funding	26,451	25,393	(1,058)			

ITEM	FY92	FY93
• Transfer to Environmental Quality Program	(1,058)	(0)

Judiciary

**Judiciary
Supreme Court Operations**

2110-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	30.00	30.00	0.00	30.00	30.00	0.00
Personal Services	1,169,335	1,083,681	(85,654)	1,224,961	1,138,619	(86,342)
Operating Expenses	351,414	351,414	0	338,629	338,629	0
Equipment	33,100	33,100	0	30,460	30,460	0
Total Costs	1,553,849	1,468,195	(85,654)	1,594,050	1,507,708	(86,342)
General Fund	1,553,849	1,468,195	(85,654)	1,594,050	1,507,708	(86,342)
Total Funding	1,553,849	1,468,195	(85,654)	1,594,050	1,507,708	(86,342)
HB903 Court Automation	420,000	386,400	(33,600)	0	0	0

ITEM	FY92	FY93
• Vacancy Savings and Operating Reductions	(85,654)	(86,342)

Recommended reductions are 8% per year of the adjusted general fund total for the program, net of salary and benefits for the Supreme Court justices.

- **HB 903 - Chapter No. 707** (33,600) (0)
The general fund appropriation for district court automation projects is recommended to be reduced by 8%.

Judiciary Boards and Commissions						2110-02
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	3.00	3.00	0.00	3.00	3.00	0.00
Personal Services	94,510	74,582	(19,928)	97,453	77,282	(20,171)
Operating Expenses	154,591	154,591	0	154,683	154,683	0
Total Costs	249,101	229,173	(19,928)	252,136	231,965	(20,171)
General Fund	249,101	229,173	(19,928)	252,136	231,965	(20,171)
Total Funding	249,101	229,173	(19,928)	252,136	231,965	(20,171)

- ITEM** FY92 FY93
- **Vacancy Savings and Operating Reductions** (19,928) (20,171)
Recommended general program reductions total 8% per year.

Judiciary Law Library						2110-03
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	6.50	6.50	0.00	6.50	6.50	0.00
Personal Services	186,085	125,251	(60,834)	192,310	130,204	(62,106)
Operating Expenses	328,433	328,433	0	340,325	340,325	0
Equipment	245,903	245,903	0	243,689	243,689	0
Total Costs	760,421	699,587	(60,834)	776,324	714,218	(62,106)
General Fund	760,421	699,587	(60,834)	776,324	714,218	(62,106)
Total Funding	760,421	699,587	(60,834)	776,324	714,218	(62,106)

ITEM	FY92	FY93
• Vacancy Savings and Operating Reductions	(60,834)	(62,106)
Recommended general program reductions total 8% per year.		

**Judiciary
Water Courts Supervision**

2110-05

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	11.00	11.00	0.00	11.00	11.00	0.00
Personal Services	363,843	322,952	(40,891)	379,130	338,222	(40,908)
Operating Expenses	115,505	115,505	0	113,824	113,824	0
Equipment	31,791	31,791	0	18,400	18,400	0
Total Costs	511,139	470,248	(40,891)	511,354	470,446	(40,908)
State Special Revenue Fund	511,139	470,248	(40,891)	511,354	470,446	(40,908)
Total Funding	511,139	470,248	(40,891)	511,354	470,446	(40,908)

ITEM	FY92	FY93
• Vacancy Savings and Operating Reductions	(40,891)	(40,908)
Reductions of 8% per year are recommended due to anticipated workload decreases attributable to 8% water development reductions recommended in the Department of Natural Resources and Conservation.		

**Judiciary
Clerk of Court**

2110-06

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	4.00	4.00	0.00	4.00	4.00	0.00
Personal Services	138,525	127,796	(10,729)	142,084	131,210	(10,874)
Operating Expenses	38,014	38,014	0	37,995	37,995	0
Total Costs	176,539	165,810	(10,729)	180,079	169,205	(10,874)
General Fund	176,539	165,810	(10,729)	180,079	169,205	(10,874)
Total Funding	176,539	165,810	(10,729)	180,079	169,205	(10,874)

ITEM	FY92	FY93
• Vacancy Savings and Operating Reductions	(10,729)	(10,874)

Recommended program reductions are based upon 8% of adjusted general fund, net of the salary and benefits for the Clerk of Court.

Judiciary						
District Court Criminal Reimbursement						
2110-07						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	1.00	1.00	0.00	1.00	1.00	0.00
Personal Services	26,683	26,683	0	27,655	27,655	0
Operating Expenses	54,317	54,317	0	52,530	52,530	0
Grants	2,605,415	2,605,415	0	2,729,405	2,504,638	(224,767)
Total Costs	2,686,415	2,686,415	0	2,809,590	2,584,823	(224,767)
General Fund	2,686,415	2,686,415	0	2,809,590	2,584,823	(224,767)
Total Funding	2,686,415	2,686,415	0	2,809,590	2,584,823	(224,767)

ITEM

FY92 FY93

- **Reimbursement to Counties** (0) (224,767)
The reduction in reimbursement for criminal cases is recommended at 8% for fiscal year 1993 only.

Governor's Office

Governor's Office						
Executive Office Program						
3101-01						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	21.50	21.50	0.00	21.50	21.50	0.00
Personal Services	792,080	786,248	(5,832)	813,063	807,262	(5,801)
Operating Expenses	348,327	327,827	(20,500)	331,098	305,598	(25,500)
Equipment	2,175	0	(2,175)	2,175	0	(2,175)
Total Costs	1,142,582	1,114,075	(28,507)	1,146,336	1,112,860	(33,476)
General Fund	1,063,998	1,030,491	(33,507)	1,067,577	1,029,101	(38,476)
State Special Revenue Fund	78,583	83,583	5,000	78,759	83,759	5,000
Federal Special Revenue Fund	1	1	0	0	0	0
Total Funding	1,142,582	1,114,075	(28,507)	1,146,336	1,112,860	(33,476)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Personal Services, Operating Expenses, Dues, and Equipment Recommended reductions include staff furloughs, national association dues and all equipment authorized for the program. 	(16,507)	(21,476)
<ul style="list-style-type: none"> Flathead Basin Commission General fund support for the operation of the Flathead Basin Commission is recommended to be reduced by approximately two-thirds. 	(12,000)	(12,000)
<ul style="list-style-type: none"> Indirect Cost Accounting Change Additional collection of indirect cost reimbursement from federal sources is recommended to reduce the general fund appropriation rather than be deposited directly to the general fund. 	(5,000)	(5,000)

Governor's Office Mansion Maintenance Program							3101-02
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference	
FTE	1.50	1.50	0.00	1.50	1.50	0.00	
Personal Services	32,600	30,424	(2,176)	33,845	31,633	(2,212)	
Operating Expenses	28,424	25,424	(3,000)	29,183	26,183	(3,000)	
Total Costs	61,024	55,848	(5,176)	63,028	57,816	(5,212)	
General Fund	61,024	55,848	(5,176)	63,028	57,816	(5,212)	
Total Funding	61,024	55,848	(5,176)	63,028	57,816	(5,212)	

ITEM	FY92	FY93
<ul style="list-style-type: none"> Mansion Operating Reductions 	(5,176)	(5,212)

**Governor's Office
Air Transportation Program**

3101-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	1.00	1.00	0.00	1.00	1.00	0.00
Personal Services	38,880	38,565	(315)	41,182	40,859	(323)
Operating Expenses	94,342	91,842	(2,500)	120,396	117,896	(2,500)
Equipment	184,645	184,645	0	0	0	0
Total Costs	317,867	315,052	(2,815)	161,578	158,755	(2,823)
General Fund	317,867	305,052	(12,815)	161,578	148,755	(12,823)
State Special Revenue Fund	0	10,000	10,000	0	10,000	10,000
Total Funding	317,867	315,052	(2,815)	161,578	158,755	(2,823)

ITEM	FY92	FY93
• Personal Services and Operating Expense Reductions	(2,815)	(2,823)
• Cost Reimbursement from State Agencies	(10,000)	(10,000)
A reduction of general fund support is recommended by the estimated amount of reimbursement obtained from other state agencies for their use of the executive airplane.		

**Governor's Office
Office of Budget & Program Planning**

3101-04

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	19.00	19.00	0.00	19.00	18.00	(1.00)
Personal Services	696,899	690,254	(6,645)	718,720	683,078	(35,642)
Operating Expenses	139,818	130,818	(9,000)	155,170	142,170	(13,000)
Equipment	19,609	4,000	(15,609)	15,076	0	(15,076)
Total Costs	856,326	825,072	(31,254)	888,966	825,248	(63,718)
General Fund	856,326	825,072	(31,254)	888,966	825,248	(63,718)
Total Funding	856,326	825,072	(31,254)	888,966	825,248	(63,718)

ITEM	FY92	FY93
• Personal Services, Operating Expenses and Equipment	(25,254)	(24,718)
Recommended reductions include staff furloughs, operating expenses, and equipment replacement which is reduced 80% in FY92 and 100% in FY93.		
• NASBO National Conference in Kalispell	(5,000)	(5,000)

Funding of support expenses for the National Association of State Budget Officers (NASBO) national conference is recommended for elimination.

- Elimination of IGR Clearinghouse Function (1,000) (34,000)

Governor's Office Lieutenant Governor 3101-12						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	4.00	4.00	0.00	4.00	4.00	0.00
Personal Services	139,586	134,835	(4,751)	142,696	137,958	(4,738)
Operating Expenses	35,653	35,653	0	35,826	35,826	0
Equipment	680	0	(680)	680	0	(680)
Total Costs	175,919	170,488	(5,431)	179,202	173,784	(5,418)
General Fund	175,919	164,488	(11,431)	179,202	158,784	(20,418)
State Special Revenue Fund	0	6,000	6,000	0	15,000	15,000
Total Funding	175,919	170,488	(5,431)	179,202	173,784	(5,418)

ITEM	FY92	FY93
• Vacancy Savings and Equipment Reductions	(5,431)	(5,418)
• State Special Revenue Fund Switch	(6,000)	(15,000)

Governor's Office Citizen's Advocate Office 3101-16						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	1.50	1.50	0.00	1.50	1.50	0.00
Personal Services	52,101	51,679	(422)	53,630	53,209	(421)
Operating Expenses	18,683	18,683	0	19,481	19,481	0
Total Costs	70,784	70,362	(422)	73,111	72,690	(421)
General Fund	70,784	55,362	(15,422)	73,111	57,690	(15,421)
Federal Special Revenue Fund	0	15,000	15,000	0	15,000	15,000
Total Funding	70,784	70,362	(422)	73,111	72,690	(421)

ITEM	FY92	FY93
• Personal Services Reduction	(422)	(421)

- Federal Special Revenue Fund Switch**

(15,000) **(15,000)**

Federal funds from various programs administered by SRS and DFS are recommended to offset general fund for the proportional share of services provided by the Citizen's Advocate Office to those programs.

**Governor's Office
Mental Disabilities Board of Visitors**

3101-20

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	4.50	4.50	0.00	4.50	4.50	0.00
Personal Services	144,124	143,265	(859)	149,888	149,025	(863)
Operating Expenses	45,575	45,075	(500)	45,609	45,109	(500)
Equipment	450	414	(36)	450	0	(450)
Total Costs	190,149	188,754	(1,395)	195,947	194,134	(1,813)
General Fund	139,925	138,530	(1,395)	143,737	141,924	(1,813)
Federal Special Revenue Fund	50,224	50,224	0	52,210	52,210	0
Total Funding	190,149	188,754	(1,395)	195,947	194,134	(1,813)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Personal Services, Operating Expenses and Equipment 	(1,395)	(1,813)

Secretary of State's Office

**Secretary of State's Office
Business & Government Services**

3201-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	22.50	22.50	0.00	22.50	22.50	0.00
Personal Services	554,092	554,092	0	574,728	574,728	0
Operating Expenses	455,671	430,671	(25,000)	431,713	431,713	0
Equipment	54,100	9,100	(45,000)	7,561	7,561	0
Total Costs	1,063,863	993,863	(70,000)	1,014,002	1,014,002	0
General Fund	1,063,863	993,863	(70,000)	1,014,002	1,014,002	0
Total Funding	1,063,863	993,863	(70,000)	1,014,002	1,014,002	0

ITEM	FY92	FY93
<ul style="list-style-type: none"> Delay Microfilming of Corporate Documents 	(25,000)	(0)

- Delay Purchase of Fireproof Cabinets (45,000) (0)

Commissioner of Political Practices

Commissioner of Political Practices						
Administration						
3202-01						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	3.25	3.25	0.00	3.25	3.25	0.00
Personal Services	101,746	101,746	0	93,761	93,761	0
Operating Expenses	71,731	54,575	(17,156)	26,212	26,212	0
Equipment	1,608	1,608	0	2,108	2,108	0
Total Costs	175,085	157,929	(17,156)	122,081	122,081	0
General Fund	175,085	157,929	(17,156)	122,081	122,081	0
Total Funding	175,085	157,929	(17,156)	122,081	122,081	0

ITEM

Biennial

- Legal Fees and Court Costs (17,156)
The recommended reduction amount is applied against the larger of two biennial appropriations by the agency. The other biennial appropriation is for a new 0.25 FTE part-time assistant. The recommended reduction is 5.8% for the biennium.

**State Auditor's Office
Central Management**

3401-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	8.00	8.00	0.00	8.00	8.00	0.00
Personal Services	225,576	224,931	(645)	233,156	222,903	(10,253)
Operating Expenses	57,223	57,223	0	54,884	54,884	0
Equipment	70,250	70,250	0	21,670	11,256	(10,414)
Total Costs	353,049	352,404	(645)	309,710	289,043	(20,667)
General Fund	353,049	352,404	(645)	309,710	289,043	(20,667)
Total Funding	353,049	352,404	(645)	309,710	289,043	(20,667)

ITEM	FY92	FY93
• Personal Services Reductions/Vacancy Savings	(645)	(10,253)
• Computer System Replacement A portion of computer network equipment replacement is recommended for reduction in FY93.	(0)	(10,414)

**State Auditor's Office
State Payroll**

3401-02

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	9.00	9.00	0.00	9.00	9.00	0.00
Personal Services	244,668	240,414	(4,254)	253,906	245,906	(8,000)
Operating Expenses	352,535	352,535	0	304,100	304,100	0
Total Costs	597,203	592,949	(4,254)	558,006	550,006	(8,000)
General Fund	232,574	228,320	(4,254)	187,480	179,480	(8,000)
State Special Revenue Fund	364,629	364,629	0	370,526	370,526	0
Total Funding	597,203	592,949	(4,254)	558,006	550,006	(8,000)

ITEM	FY92	FY93
• Personal Services Reductions/Vacancy Savings	(4,254)	(8,000)

State Auditor's Office

Insurance

3401-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	31.00	31.00	0.00	31.00	31.00	0.00
Personal Services	897,749	851,532	(46,217)	929,841	877,237	(52,604)
Operating Expenses	150,240	150,240	0	145,660	145,660	0
Equipment	7,620	3,198	(4,422)	1,995	1,995	0
Total Costs	1,055,609	1,004,970	(50,639)	1,077,496	1,024,892	(52,604)
General Fund	1,055,609	1,004,970	(50,639)	1,077,496	1,024,892	(52,604)
Total Funding	1,055,609	1,004,970	(50,639)	1,077,496	1,024,892	(52,604)

ITEM

FY92

FY93

- **Personal Services Reductions/Vacancy Savings** (46,217) (52,604)
- **Office Equipment** (4,422) (0)
Funding for office equipment and carpet replacement is recommended for reduction in FY92.

State Auditor's Office

Securities

3401-04

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	9.00	9.00	0.00	9.00	9.00	0.00
Personal Services	261,981	257,481	(4,500)	271,462	264,733	(6,729)
Operating Expenses	47,386	47,386	0	42,260	42,260	0
Equipment	4,300	140	(4,160)	0	0	0
Total Costs	313,667	305,007	(8,660)	313,722	306,993	(6,729)
General Fund	313,667	305,007	(8,660)	313,722	306,993	(6,729)
Total Funding	313,667	305,007	(8,660)	313,722	306,993	(6,729)

ITEM

FY92

FY93

- **Personal Services Reductions/Vacancy Savings** (4,500) (6,729)
- **Office Equipment** (4,160) (0)

Office equipment replacement is recommended to be reduced by 97% in FY92.

**State Auditor's Office
Fiscal Control and Management**

3401-10

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	13.00	13.00	0.00	13.00	13.00	0.00
Personal Services	303,770	298,968	(4,802)	317,226	309,226	(8,000)
Operating Expenses	448,081	448,081	0	395,169	395,169	0
Equipment	4,000	4,000	0	300	300	0
Total Costs	755,851	751,049	(4,802)	712,695	704,695	(8,000)
General Fund	450,244	445,442	(4,802)	415,046	407,046	(8,000)
State Special Revenue Fund	146,999	146,999	0	146,832	146,832	0
Proprietary Fund	158,608	158,608	0	150,817	150,817	0
Total Funding	755,851	751,049	(4,802)	712,695	704,695	(8,000)

ITEM

FY92 FY93

- **Personal Services Reductions/Vacancy Savings** **(4,802) (8,000)**

Board of Crime Control

**Board of Crime Control
Justice Support System**

4107-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	18.00	18.00	0.00	18.00	18.00	0.00
Personal Services	568,240	547,410	(20,830)	588,152	574,752	(13,400)
Operating Expenses	225,219	205,502	(19,717)	219,104	219,104	0
Equipment	14,297	14,297	0	6,085	6,085	0
Grants	3,255,918	3,255,918	0	3,282,918	3,282,918	0
Benefits and Claims	451,143	451,143	0	451,143	451,143	0
Total Costs	4,514,817	4,474,270	(40,547)	4,547,402	4,534,002	(13,400)
General Fund	506,838	466,291	(40,547)	537,157	494,184	(42,973)
State Special Revenue Fund	563,286	563,286	0	563,498	563,498	0
Federal Special Revenue Fund	3,444,693	3,444,693	0	3,446,747	3,476,320	29,573
Total Funding	4,514,817	4,474,270	(40,547)	4,547,402	4,534,002	(13,400)

ITEM	FY92	FY93
• Vacancy Savings/Operating Reductions	(40,547)	(13,400)
• Funding Switch The matching rate for federal drug enforcement funds will continue at 75% rather than the 50% rate used to establish FY93 appropriations.	(0)	(29,573)

Highway Traffic Safety

Highway Traffic Safety Highway Traffic Safety Division						4108-36
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	8.50	8.50	0.00	8.50	8.50	0.00
Personal Services	279,822	279,822	0	289,679	289,679	0
Operating Expenses	193,584	193,584	0	191,324	191,324	0
Equipment	3,000	3,000	0	3,000	3,000	0
Local Assistance	200,000	184,080	(15,920)	200,000	184,080	(15,920)
Grants	520,000	520,000	0	520,000	520,000	0
Total Costs	1,196,406	1,180,486	(15,920)	1,204,003	1,188,083	(15,920)
General Fund	199,000	183,080	(15,920)	199,000	183,080	(15,920)
State Special Revenue Fund	78,927	78,927	0	80,807	80,807	0
Federal Special Revenue Fund	918,479	918,479	0	924,196	924,196	0
Total Funding	1,196,406	1,180,486	(15,920)	1,204,003	1,188,083	(15,920)

ITEM	FY92	FY93
• DUI Task Forces Pass-Through Distributions Distributions of driver license reinstatement fees to qualifying counties are recommended to be reduced by 8% each year.	(15,920)	(15,920)

**Department of Justice
Motor Vehicle Division**

4110-12

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	179.25	179.25	0.00	179.25	179.25	0.00
Personal Services	4,015,360	3,727,085	(288,275)	4,205,428	4,205,428	0
Operating Expenses	1,647,149	1,647,149	0	1,636,374	1,636,374	0
Equipment	107,586	107,586	0	63,535	63,535	0
Total Costs	5,770,095	5,481,820	(288,275)	5,905,337	5,905,337	0
General Fund	5,587,085	5,298,810	(288,275)	5,758,815	5,758,815	0
State Special Revenue Fund	131,603	131,603	0	93,435	93,435	0
Federal Special Revenue Fund	51,407	51,407	0	53,087	53,087	0
Total Funding	5,770,095	5,481,820	(288,275)	5,905,337	5,905,337	0
SB 232	42,750	0	(42,750)	57,000	0	(57,000)
HB 579	639,300	588,156	(51,144)	837,900	770,868	(67,032)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Motor Vehicle Division General Savings Continued automation of county motor vehicle registration will allow for additional vacancy savings and operating efficiencies. 	(288,275)	(0)
<ul style="list-style-type: none"> SB 232 - Chapter No. 725 The implementation of statewide vehicle identification number inspection services is recommended for delay. 	(42,750)	(57,000)
<ul style="list-style-type: none"> HB 579 - Chapter No. 604 Appropriations for continued expansion of the statewide motor vehicle registration automation are recommended to be reduced by 8%. 	(51,144)	(67,032)

**Department of Justice
Law Enforcement Services Division**

4110-18

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	46.00	46.00	0.00	46.50	46.50	0.00
Personal Services	1,475,546	1,376,494	(99,052)	1,556,136	1,519,760	(36,376)
Operating Expenses	470,128	470,128	0	466,436	466,436	0
Equipment	131,303	131,303	0	74,604	74,604	0
Total Costs	2,076,977	1,977,925	(99,052)	2,097,176	2,060,800	(36,376)
General Fund	1,231,969	1,132,917	(99,052)	1,614,291	1,234,266	(380,025)
State Special Revenue Fund	364,108	364,108	0	352,676	352,676	0
Federal Special Revenue Fund	480,900	480,900	0	130,209	473,858	343,649
Total Funding	2,076,977	1,977,925	(99,052)	2,097,176	2,060,800	(36,376)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Fire Marshal Bureau Expansion Complete implementation of the expansion is recommended to be delayed. 	(90,667)	(36,376)
<ul style="list-style-type: none"> Funding Switch for State Drug Forfeitures The current balance in the state drug forfeiture account, which is statutorily appropriated to the department, is recommended to be used to reduce general fund support for drug investigations. 	(8,385)	(0)
<ul style="list-style-type: none"> Funding Switch for Special Drug Investigation Unit General fund is reduced by the amount of the continued 75% federal match for drug investigation in western Montana. HB2 language "If federal or other funds can be obtained for item 6a in fiscal 1993, the federal or other funds must replace the general fund appropriation in item 6a and the general fund appropriation must be reduced by the amount of federal or other funds received" is amended to read "If federal funds are not obtained for item 6a in fiscal 1993, the general fund appropriation, as amended in special session, must be increased and the federal appropriation, as amended in special session, decreased by the same amount." 	(0)	(343,649)

**Department of Justice
Extradition & Transportation of Prisoners**

4110-30

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	0.00	0.00	0.00	0.00	0.00	0.00
Operating Expenses	193,648	143,648	(50,000)	193,640	143,640	(50,000)
Total Costs	193,648	143,648	(50,000)	193,640	143,640	(50,000)
General Fund	193,648	143,648	(50,000)	193,640	143,640	(50,000)
Total Funding	193,648	143,648	(50,000)	193,640	143,640	(50,000)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Extradition and In-State Transportation (50,000) (50,000) Lower cost options implemented by the Governor's Office and the department for the extradition of prisoners to Montana and department coordination of cost reduction measures for in-state transportation will reduce travel and transportation expenses. 		

Department of Transportation

**Department of Transportation
General Operations Program**

5401-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	192.93	192.93	0.00	192.93	192.93	0.00
Personal Services	5,830,520	5,830,520	0	6,033,013	6,033,013	0
Operating Expenses	3,702,582	3,702,582	0	3,256,003	3,256,003	0
Equipment	306,672	306,672	0	234,572	234,572	0
Grants	276,000	276,000	0	276,000	276,000	0
Debt Service	11,150	11,150	0	11,150	11,150	0
Total Costs	10,126,924	10,126,924	0	9,810,738	9,810,738	0
State Special Revenue Fund	7,972,248	7,972,248	0	7,801,223	7,801,223	0
Federal Special Revenue Fund	2,154,676	2,154,676	0	2,009,515	2,009,515	0
Total Funding	10,126,924	10,126,924	0	9,810,738	9,810,738	0
HB 77	345,000	317,400	(27,600)	233,000	214,360	(18,640)

ITEM	FY92	FY93
<ul style="list-style-type: none"> HB 77 - Chapter No. 816 Appropriations of \$345,000 in FY92 and \$233,000 in FY93 for highway patrol retirements are reduced 8%. 	(27,600)	(18,640)

**Department of Transportation
Rail & Transmit Program**

5401-50

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	13.00	13.00	0.00	13.00	13.00	0.00
Personal Services	459,717	426,420	(33,297)	474,264	442,911	(31,353)
Operating Expenses	388,268	373,751	(14,517)	154,920	154,920	0
Equipment	354	354	0	500	500	0
Grants	3,004,684	3,004,684	0	704,684	704,684	0
Total Costs	3,853,023	3,805,209	(47,814)	1,334,368	1,303,015	(31,353)
General Fund	597,672	549,858	(47,814)	391,911	360,558	(31,353)
State Special Revenue Fund	1,862,102	1,862,102	0	71,250	71,250	0
Federal Special Revenue Fund	1,393,249	1,393,249	0	871,207	871,207	0
Total Funding	3,853,023	3,805,209	(47,814)	1,334,368	1,303,015	(31,353)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Transportation Coordination General fund appropriation is reduced 8% 	(33,297)	(31,353)
<ul style="list-style-type: none"> McCarty Farms Litigation Biennial appropriation of \$180,000 is reduced 8% 	(14,517)	(0)

Department of Revenue
Director's Office

5801-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	35.50	35.50	0.00	35.50	35.50	0.00
Personal Services	1,219,536	1,143,436	(76,100)	1,230,823	1,156,923	(73,900)
Operating Expenses	382,463	382,463	0	265,962	265,962	0
Equipment	13,990	13,990	0	13,990	13,990	0
Local Assistance	15,000	15,000	0	15,000	15,000	0
Total Costs	1,630,989	1,554,889	(76,100)	1,525,775	1,451,875	(73,900)
General Fund	914,809	838,709	(76,100)	882,891	808,991	(73,900)
State Special Revenue Fund	1,563	1,563	0	0		0
Federal Special Revenue Fund	176,072	176,072	0	180,385	180,385	0
Proprietary Fund	538,545	538,545	0	462,499	462,499	0
Total Funding	1,630,989	1,554,889	(76,100)	1,525,775	1,451,875	(73,900)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Administration Hold position vacant and reassign Personnel Tech II duties to other clerical staff. 	(23,000)	(23,000)
<ul style="list-style-type: none"> Office of Legal Affairs Excess authority due to position downgrade since snapshot, eliminate summer legal intern, and cancel contract with DoJ for hearing examiner services. Operating expense reductions taken from personal services to retain flexibility. 	(44,200)	(47,500)
<ul style="list-style-type: none"> Office of Investigations Vacancy savings and reduction in vehicle maintenance. Operating expense reductions taken from personal services to retain flexibility. 	(1,900)	(1,900)
<ul style="list-style-type: none"> Office of Research and Information Reduced publications. Operating expense reductions taken from personal services to retain flexibility. 	(7,000)	(1,500)

**Department of Revenue
Centralized Services Division**

5801-02

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	30.27	29.52	(0.75)	30.27	29.27	(1.00)
Personal Services	733,242	661,242	(72,000)	737,256	662,256	(75,000)
Operating Expenses	108,060	108,060	0	106,022	106,022	0
Equipment	3,524	3,524	0	3,524	3,524	0
Total Costs	844,826	772,826	(72,000)	846,802	771,802	(75,000)
General Fund	844,826	772,826	(72,000)	846,802	771,802	(75,000)
Total Funding	844,826	772,826	(72,000)	846,802	771,802	(75,000)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Personal Services Reductions (72,000) (75,000) Reduced staff resources in Accounting Bureau, Cashier's Office, and vacancy savings. Transfer of 0.75 FTE in FY92 and 1.00 FTE in FY93 to Natural Resource & Corporate Tax Division. 		

**Department of Revenue
Data Processing Division**

5801-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	50.93	50.18	(0.75)	50.60	49.60	(1.00)
Personal Services	1,440,055	1,360,055	(80,000)	1,463,194	1,373,194	(90,000)
Operating Expenses	151,086	151,086	0	148,953	148,953	0
Equipment	4,348	4,348	0	2,214	2,214	0
Total Costs	1,595,489	1,515,489	(80,000)	1,614,361	1,524,361	(90,000)
General Fund	1,042,322	952,322	(90,000)	1,049,696	959,696	(90,000)
State Special Revenue Fund	75,309	85,309	10,000	72,336	72,336	0
Proprietary Fund	477,858	477,858	0	492,329	492,329	0
Total Funding	1,595,489	1,515,489	(80,000)	1,614,361	1,524,361	(90,000)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Data Entry Section (80,000) (90,000) Hold positions vacant (4.50 FTE in FY92 and 5.00 FTE in FY93). Transfer 0.75 FTE in FY92 and 1.00 FTE in FY93 to Natural Resource & Corporate Tax Division. DoT Reimbursement (10,000) (0) 		

DoT will reimburse a prorated share of the salary and benefits related to maintenance of the Motor Fuels revenue control and accounts receivable systems until transition is completed. Increase state special revenue authority by a like amount.

**Department of Revenue
Income Tax**

5801-06

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	113.65	113.65	0.00	113.65	113.65	0.00
Personal Services	2,838,217	2,838,217	0	2,880,194	2,851,444	(28,750)
Operating Expenses	1,382,162	1,349,962	(32,200)	1,315,293	1,219,448	(95,845)
Equipment	108,013	108,013	0	27,614	15,614	(12,000)
Total Costs	4,328,392	4,296,192	(32,200)	4,223,101	4,086,506	(136,595)
General Fund	3,930,760	3,898,560	(32,200)	3,822,971	3,686,376	(136,595)
State Special Revenue Fund	397,632	397,632	0	400,130	400,130	0
Total Funding	4,328,392	4,296,192	(32,200)	4,223,101	4,086,506	(136,595)

ITEM

FY92

FY93

- **Vacancy Savings** (0) (28,750)
- **Miscellaneous Operating Expenses** (32,200) (95,845)
Anticipated savings in computer processing charges, and reductions in printing, communications, and travel.
- **Equipment Purchases** (0) (12,000)
Postponement of vehicle replacement due to reduced travel.

**Department of Revenue
Corporation Tax**

5801-07

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	33.00	34.50	1.50	33.00	35.00	2.00
Personal Services	996,509	1,066,263	69,754	1,034,355	1,129,562	95,207
Operating Expenses	370,154	384,354	14,200	373,900	392,816	18,916
Equipment	2,410	20,410	18,000	2,410	2,410	0
Total Costs	1,369,073	1,471,027	101,954	1,410,665	1,524,788	114,123
General Fund	1,167,892	1,269,846	101,954	1,204,081	1,318,204	114,123
State Special Revenue Fund	66,259	66,259	0	68,137	68,137	0
Federal Special Revenue Fund	134,922	134,922	0	138,447	138,447	0
Total Funding	1,369,073	1,471,027	101,954	1,410,665	1,524,788	114,123

ITEM	FY92	FY93
<ul style="list-style-type: none"> Natural Resources & Corporate Tax Revenue Initiatives Fill positions held vacant due to vacancy savings imposed by HB2 and add 1.50 FTE in FY92 and 2.00 FTE in FY93 (transferred from Central Services and Data Processing) to intensify revenue producing activities, primarily increased field audits. This initiative is projected to generate an additional \$5 million in general fund revenue during the biennium. 	101,954	114,123

Department of Administration

Department of Administration Accounting Program						
						6101-03
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	24.25	24.25	0.00	24.25	24.25	0.00
Personal Services	724,633	724,633	0	752,597	752,597	0
Operating Expenses	395,159	382,769	(12,390)	351,171	335,461	(15,710)
Equipment	9,760	9,760	0	0	0	0
Total Costs	1,129,552	1,117,162	(12,390)	1,103,768	1,088,058	(15,710)
General Fund	1,098,275	1,085,885	(12,390)	1,071,407	1,055,697	(15,710)
Proprietary Fund	31,277	31,277	0	32,361	32,361	0
Total Funding	1,129,552	1,117,162	(12,390)	1,103,768	1,088,058	(15,710)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Daytime I/O Operations Division will perform I/O operations in-house instead of contracting the service with ISD. 	(4,000)	(4,000)
<ul style="list-style-type: none"> Eliminate Select Hardcopy Reports 	(8,390)	(11,710)

**Department of Administration
Procurement & Printing Division**

6101-06

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	58.50	58.50	0.00	62.50	62.50	0.00
Personal Services	1,550,703	1,540,603	(10,100)	1,704,493	1,697,952	(6,541)
Operating Expenses	8,372,776	8,372,776	0	8,709,666	8,709,666	0
Equipment	111,573	111,573	0	77,254	77,254	0
Debt Service	126,528	126,528		126,528	126,528	
Total Costs	10,161,580	10,151,480	(10,100)	10,617,941	10,611,400	(6,541)
General Fund	440,378	430,278	(10,100)	453,724	447,183	(6,541)
Proprietary Fund	9,721,202	9,721,202	0	10,164,217	10,164,217	0
Total Funding	10,161,580	10,151,480	(10,100)	10,617,941	10,611,400	(6,541)

ITEM	FY92	FY93
• Increase Vacancy Savings	(10,100)	(6,541)

**Department of Administration
General Services Program**

6101-08

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	20.00	20.00	0.00	20.00	20.00	0.00
Personal Services	623,931	623,931	0	647,152	647,152	0
Operating Expenses	3,103,794	3,073,794	(30,000)	3,194,929	3,164,929	(30,000)
Equipment	6,000	6,000	0	5,184	5,184	0
Transfers	58,801	58,801	0	58,801	58,801	0
Total Costs	3,792,526	3,762,526	(30,000)	3,906,066	3,876,066	(30,000)
General Fund	384,917	354,917	(30,000)	397,995	367,995	(30,000)
Capital Projects Fund	58,419	58,419	0	58,426	58,426	0
Proprietary Fund	3,349,190	3,349,190	0	3,449,645	3,449,645	0
Total Funding	3,792,526	3,762,526	(30,000)	3,906,066	3,876,066	(30,000)

ITEM	FY92	FY93
• Reduce Capitol Security	(15,000)	(15,000)
• Reduce Maintenance Services	(15,000)	(15,000)

**Department of Administration
State Personnel Division**

6101-23

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	38.00	38.00	0.00	38.00	38.00	0.00
Personal Services	1,146,972	1,146,972	0	1,191,245	1,191,245	0
Operating Expenses	417,471	417,471	0	413,014	413,014	0
Equipment	10,642	10,642	0	10,142	10,142	0
Total Costs	1,575,085	1,575,085	0	1,614,401	1,614,401	0
General Fund	969,869	939,869	(30,000)	998,063	952,790	(45,273)
State Special Revenue Fund	10,000	10,000	0	10,000	10,000	0
Proprietary Fund	595,216	625,216	30,000	606,338	651,611	45,273
Total Funding	1,575,085	1,575,085	0	1,614,401	1,614,401	0

ITEM

- General Fund/Proprietary Fund Switch**
Shift general fund supported activities in the employee benefits program to the proprietary fund.

FY92
(30,000)

FY93
(45,273)

**Department of Administration
State Tax Appeal Board**

6101-37

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	10.50	10.50	0.00	10.50	10.50	0.00
Personal Services	343,215	290,191	(53,024)	351,778	299,490	(52,288)
Operating Expenses	98,655	98,655	0	98,837	98,837	0
Total Costs	441,870	388,846	(53,024)	450,615	398,327	(52,288)
General Fund	441,870	388,846	(53,024)	450,615	398,327	(52,288)
Total Funding	441,870	388,846	(53,024)	450,615	398,327	(52,288)

ITEM

- State Tax Appeal Board Contingency Funds**
After the above reduction, the remaining FY92 budget is 31% greater than FY91 expenditures and the remaining FY93 budget is 35% greater than FY91 expenditures.

FY92
(53,024)

FY93
(52,288)

**Military Affairs
Administration Program**

6701-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	4.50	4.50	0.00	4.50	4.50	0.00
Personal Services	160,952	160,952	0	165,149	165,149	0
Operating Expenses	69,308	69,308	0	63,909	58,909	(5,000)
Total Costs	230,260	230,260	0	229,058	224,058	(5,000)
General Fund	230,260	230,260	0	229,058	224,058	(5,000)
Total Funding	230,260	230,260	0	229,058	224,058	(5,000)

ITEM	FY92	FY93
• Travel/Repair and Maintenance Contracts	(0)	(5,000)

**Military Affairs
Army National Guard Program**

6701-12

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	17.50	17.50	0.00	17.50	17.50	0.00
Personal Services	427,188	427,188	0	447,180	447,180	0
Operating Expenses	1,842,272	1,774,647	(67,625)	1,671,818	1,654,118	(17,700)
Benefits and Claims	2,280	2,280	0	2,280	2,280	0
Total Costs	2,271,740	2,204,115	(67,625)	2,121,278	2,103,578	(17,700)
General Fund	1,105,641	1,038,016	(67,625)	937,008	879,308	(57,700)
Federal Special Revenue Fund	1,166,099	1,166,099	0	1,184,270	1,224,270	40,000
Total Funding	2,271,740	2,204,115	(67,625)	2,121,278	2,103,578	(17,700)

ITEM	FY92	FY93
• Operating Expense Reductions Various operating reductions are recommended including clothing allowance, awards, travel, and printing.	(10,200)	(17,700)
• Statewide Armory Repair and Maintenance	(57,425)	(0)

- | | | |
|---|------------|-----------------|
| <ul style="list-style-type: none">• Communications Funding Switch
Additional federal funds are recommended to replace general fund support of certain communications expenses. | (0) | (40,000) |
|---|------------|-----------------|

HUMAN SERVICES

HUMAN SERVICES

Agency	--Actual--		--Appropriated--		--Recommended--		--Differences--		Overview	
	FY90	FY91	FY92	FY93	FY92	FY93	FY92	FY93	93 Rec/ 91 Act	93 Rec/ 93 Appr
5301 Health and Environmental Sciences										
General Fund	3,522,186	3,648,331	4,808,500	3,788,946	4,509,364	3,485,829	(299,136)	(303,117)	11.5%	-7.0%
State Special	5,482,696	6,140,649	18,080,604	12,419,237	18,217,599	12,582,764	136,995	163,527	165.0%	1.0%
Federal Revenue	22,137,488	27,402,497	35,226,429	35,572,856	35,226,429	35,572,856	0	0	42.9%	0.0%
Proprietary Fund	1,038,834	1,017,799	1,576,509	1,602,908	1,576,509	1,602,908	0	0	54.6%	0.0%
Total Funds	32,181,204	38,209,276	59,692,042	53,383,947	59,529,901	53,244,357	(162,141)	(139,590)	60.2%	-0.3%
6602 Labor and Industry										
General Fund	767,184	795,853	781,992	763,068	742,987	723,297	(39,005)	(39,771)	-6.2%	-5.1%
State Special	2,732,103	2,829,765	2,988,841	3,067,258	2,988,841	3,067,258	0	0	8.9%	0.0%
Federal Revenue	29,688,519	33,265,012	35,970,230	37,113,533	35,970,230	37,113,533	0	0	16.1%	0.0%
Proprietary Fund	2,415,157	2,426,434	4,173,685	4,139,819	4,173,685	4,139,819	0	0	71.7%	0.0%
Total Funds	35,602,963	39,317,064	43,914,748	45,083,678	43,875,743	45,043,907	(39,005)	(39,771)	18.7%	-0.1%
6901 Social and Rehabilitation Services										
General Fund	78,361,446	88,688,152	94,914,130	103,037,093	98,744,996	100,901,676	3,830,866	(2,135,417)	19.5%	0.9%
State Special	10,777,680	11,259,124	14,586,593	14,903,405	14,451,537	15,206,434	(135,056)	303,029	34.6%	0.6%
Federal Revenue	212,018,521	255,182,167	283,698,495	299,913,032	285,189,205	294,574,608	1,490,710	(5,338,424)	24.1%	-0.7%
Proprietary Fund	971,321	1,282,209	2	1	2	1	0	0	-100.0%	0.0%
Total Funds	302,128,968	356,411,652	393,199,220	417,853,531	398,385,740	410,682,719	5,186,520	(7,170,812)	22.9%	-0.2%
6911 Family Services										
General Fund	22,010,527	24,127,112	31,359,106	31,269,830	31,293,997	28,862,903	(65,109)	(2,406,927)	30.4%	-3.9%
State Special	2,279,589	2,258,102	3,010,390	3,045,735	3,010,390	3,045,735	0	0	33.5%	0.0%
Federal Revenue	10,192,942	11,435,088	16,855,740	17,239,085	17,227,368	17,569,159	371,628	330,074	60.9%	2.1%
Total Funds	34,483,058	37,820,302	51,225,236	51,554,650	51,531,755	49,477,797	306,519	(2,076,853)	39.7%	-1.7%

- **FY90 and FY91** actuals show all expenditures including statutory appropriations and budget amendments.
- **FY92 and FY93** appropriated include current appropriations, **excluding** budget amendments, administrative authorizations, and some statutory and continuing appropriations.
- **Department of Health and Environmental Sciences** - Financing for the environmental sciences division administration shifted from general fund to proprietary revenue authority in 1993 biennium. Exclusion of these general fund expenditures (\$167,495) from actual expenditures for the 1991 biennium results in a net increase of 14.2% in the DHES general fund budget after the proposed general fund reductions.
- **Department of Labor and Industry** - State financing for the JOBS program was budgeted to the DLI in FY91 but eliminated from the FY92-93 budget. Appropriations for silicosis and social security offset benefits were reduced in the 1993 biennium due to declining recipient populations. Exclusion of these general fund expenditures (\$48,880 and \$161,857, respectively) from 1991 biennium actual expenditures results in a net increase of 8.4% in the DLI general fund budget after the proposed general fund reductions.

- **FY92 and FY93** general fund match costs for in-patient youth psychiatric services estimated at \$5,124,373 were shifted from **SRS** to **DFS** beginning in **FY92**. After adjusting for this transfer, the general fund biennial percent change from 1991 actual to 1993 recommended is 22.6% in SRS and 19.3% in DFS.
- The **SRS** Child Support Enforcement account was a proprietary fund during the **1991 Biennium** and has been changed to state special revenue fund in the **1993 Biennium**.

Department of Health & Environmental Sciences

Department of Health & Environmental Sciences

Director's Office

5301-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	13.00	13.00	0.00	13.00	13.00	0.00
Personal Services	523,626	515,131	(8,495)	547,293	538,798	(8,495)
Operating Expenses	198,240	191,608	(6,632)	193,144	186,512	(6,632)
Total Costs	721,866	706,739	(15,127)	740,437	725,310	(15,127)
General Fund	225,830	210,703	(15,127)	226,339	211,212	(15,127)
Federal Special Revenue Fund	46,241	46,241	0	47,336	47,336	0
Proprietary Fund	449,795	449,795	0	466,762	466,762	0
Total Funding	721,866	706,739	(15,127)	740,437	725,310	(15,127)

ITEM	FY92	FY93
• Director's Office	(8,495)	(8,495)
• Legal Charges	(6,632)	(6,632)

Department of Health & Environmental Sciences
Centralized Services

5301-02

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	65.50	65.50	0.00	65.50	65.50	0.00
Personal Services	1,811,452	1,811,452	0	1,923,581	1,923,581	0
Operating Expenses	1,026,771	1,026,771	0	845,067	845,067	0
Equipment	81,164	81,164	0	1,927	1,927	0
Total Costs	2,919,387	2,919,387	0	2,770,575	2,770,575	0
General Fund	605,949	546,687	(59,262)	612,414	526,696	(85,718)
State Special Revenue Fund	1,126,864	1,186,126	59,262	957,806	1,043,524	85,718
Federal Special Revenue Fund	219,370	219,370	0	221,431	221,431	0
Proprietary Fund	967,204	967,204	0	978,924	978,924	0
Total Funding	2,919,387	2,919,387	0	2,770,575	2,770,575	0

ITEM

FY92

FY93

- Vital Statistics**

(34,544) **(61,000)**

General fund replaced by a like amount of state special revenue authority.
- Public Health Lab**

(16,625) **(16,625)**

General fund replaced by a like amount of state special revenue authority.
- Chemistry Lab**

(8,093) **(8,093)**

General fund replaced by a like amount of state special revenue authority.

Department of Health & Environmental Sciences
Environmental Sciences

5301-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	55.53	55.53	0.00	56.53	56.53	0.00
Personal Services	2,136,822	2,121,910	(14,912)	1,685,020	1,669,965	(15,055)
Operating Expenses	6,182,425	6,182,425	0	1,915,772	1,915,772	0
Equipment	220,207	220,207	0	46,177	46,177	0
Grants	651,381	651,381	0	652,150	652,150	0
Total Costs	9,190,835	9,175,923	(14,912)	4,299,119	4,284,064	(15,055)
General Fund	924,016	847,804	(76,212)	929,500	853,069	(76,431)
State Special Revenue Fund	7,041,973	7,103,273	61,300	2,138,176	2,199,552	61,376
Federal Special Revenue Fund	1,068,471	1,068,471	0	1,074,221	1,074,221	0
Proprietary Fund	156,375	156,375	0	157,222	157,222	0
Total Funding	9,190,835	9,175,923	(14,912)	4,299,119	4,284,064	(15,055)

ITEM	FY92	FY93
• Air Quality General fund replaced by a like amount of state special revenue authority.	(53,525)	(53,525)
• Occupational Health General fund replaced by a like amount of state special revenue authority.	(7,775)	(7,851)
• Food & Consumer Safety	(14,912)	(15,055)

Department of Health & Environmental Sciences
Solid/Hazardous Waste

	FY92			FY93			5301-04
Budget Item	Appropriated	Recommended	Difference	Appropriated	Recommended	Difference	
FTE	78.59	78.59	0.00	79.09	79.09	0.00	
Personal Services	2,540,357	2,540,357	0	2,631,911	2,631,911	0	
Operating Expenses	7,638,488	7,638,488	0	7,605,989	7,605,989	0	
Equipment	100,116	100,116	0	98,824	98,824	0	
Grants	1,069,004	1,069,004	0	1,069,004	1,069,004	0	
Total Costs	11,347,965	11,347,965	0	11,405,728	11,405,728	0	
General Fund	205,420	188,987	(16,433)	207,349	190,916	(16,433)	
State Special Revenue Fund	3,349,509	3,365,942	16,433	3,405,414	3,421,847	16,433	
Federal Special Revenue Fund	7,793,036	7,793,036	0	7,792,965	7,792,965	0	
Total Funding	11,347,965	11,347,965	0	11,405,728	11,405,728	0	

ITEM	FY92	FY93
• Solid Waste General fund replaced by a like amount of state special revenue authority.	(16,433)	(16,433)

Department of Health & Environmental Sciences

Water Quality

5301-05

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	63.25	63.25	0.00	63.75	63.75	0.00
Personal Services	2,183,607	2,173,714	(9,893)	2,277,836	2,267,474	(10,362)
Operating Expenses	3,195,608	3,195,608	0	3,140,379	3,140,379	0
Equipment	48,439	48,439	0	45,946	45,946	0
Grants	295,970	295,970	0	295,970	295,970	0
Total Costs	5,723,624	5,713,731	(9,893)	5,760,131	5,749,769	(10,362)
General Fund	229,888	219,995	(9,893)	228,730	218,368	(10,362)
State Special Revenue Fund	1,371,615	1,371,615	0	1,386,512	1,386,512	0
Federal Special Revenue Fund	4,122,121	4,122,121	0	4,144,889	4,144,889	0
Total Funding	5,723,624	5,713,731	(9,893)	5,760,131	5,749,769	(10,362)

ITEM

FY92

FY93

• Pay Exceptions	(611)	(1,080)
• Subdivisions	(9,282)	(9,282)

Department of Health & Environmental Sciences

Health Services/Medical Facilities

5301-06

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	13.52	13.52	0.00	13.52	13.52	0.00
Personal Services	443,775	442,324	(1,451)	458,946	458,946	0
Operating Expenses	345,886	345,886	0	339,032	339,032	0
Equipment	4,240	4,240	0	4,240	4,240	0
Total Costs	793,901	792,450	(1,451)	802,218	802,218	0
General Fund	512,139	510,688	(1,451)	517,031	517,031	0
State Special Revenue Fund	45,753	45,753	0	45,455	45,455	0
Federal Special Revenue Fund	236,009	236,009	0	239,732	239,732	0
Total Funding	793,901	792,450	(1,451)	802,218	802,218	0

ITEM

FY92

FY93

• Health Planning	(1,451)	(0)
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Department of Health & Environmental Sciences

Family/MCH Bureau

5301-07

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	26.50	26.50	0.00	26.50	26.50	0.00
Personal Services	774,351	770,005	(4,346)	805,051	800,705	(4,346)
Operating Expenses	1,558,474	1,544,835	(13,639)	1,540,103	1,526,464	(13,639)
Equipment	204,010	204,010	0	0	0	0
Grants	8,482,918	8,478,918	(4,000)	9,490,918	9,486,918	(4,000)
Benefits and Claims	7,144,657	7,144,657	0	7,142,026	7,142,026	0
Total Costs	18,164,410	18,142,425	(21,985)	18,978,098	18,956,113	(21,985)
General Fund	274,823	252,838	(21,985)	273,132	251,147	(21,985)
Federal Special Revenue Fund	17,889,587	17,889,587	0	18,704,966	18,704,966	0
Total Funding	18,164,410	18,142,425	(21,985)	18,978,098	18,956,113	(21,985)
HB 876 (biennial)	14,000	12,880	(1,120)			

ITEM

	FY92	FY93
• Family Planning	(4,000)	(4,000)
• Perinatal Program	(4,346)	(4,346)
• MIAMI Program	(13,639)	(13,639)
• HB 876 - Chapter No. 634	(1,120)	(0)
Biennial appropriation for MIAMI Council.		

Department of Health & Environmental Sciences

Preventive Health Bureau

5301-08

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	21.50	21.50	0.00	21.50	21.50	0.00
Personal Services	635,195	635,195	0	660,757	660,757	0
Operating Expenses	1,070,316	1,051,816	(18,500)	1,063,618	1,045,118	(18,500)
Grants	11,968	11,968	0	11,968	11,968	0
Total Costs	1,717,479	1,698,979	(18,500)	1,736,343	1,717,843	(18,500)
General Fund	219,547	201,047	(18,500)	220,036	201,536	(18,500)
State Special Revenue Fund	60,020	60,020	0	65,874	65,874	0
Federal Special Revenue Fund	1,437,912	1,437,912	0	1,450,433	1,450,433	0
Total Funding	1,717,479	1,698,979	(18,500)	1,736,343	1,717,843	(18,500)

ITEM	FY92	FY93
• End Stage Renal	(18,500)	(18,500)

Department of Health & Environmental Sciences
Licensing and Certification

5301-09

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	47.55	47.55	0.00	47.55	47.55	0.00
Personal Services	1,509,829	1,430,676	(79,153)	1,560,874	1,502,313	(58,561)
Operating Expenses	874,518	874,518	0	803,693	803,693	0
Equipment	52,849	52,849	0	43,849	43,849	0
Total Costs	2,437,196	2,358,043	(79,153)	2,408,416	2,349,855	(58,561)
General Fund	527,589	448,436	(79,153)	574,415	515,854	(58,561)
Federal Special Revenue Fund	1,909,607	1,909,607	0	1,834,001	1,834,001	0
Total Funding	2,437,196	2,358,043	(79,153)	2,408,416	2,349,855	(58,561)

ITEM	FY92	FY93
• Licensing and Certification	(79,153)	(58,561)

Department of Labor & Industry

Department of Labor & Industry
Employment Relations

6602-04

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	59.75	59.75	0.00	59.75	59.75	0.00
Personal Services	1,625,291	1,614,092	(11,199)	1,692,051	1,680,912	(11,139)
Operating Expenses	1,000,957	1,000,957	0	961,617	961,617	0
Equipment	17,259	17,259	0	9,659	9,659	0
Benefits and Claims	423,224	423,224	0	394,028	394,028	0
Total Costs	3,066,731	3,055,532	(11,199)	3,057,355	3,046,216	(11,139)
General Fund	434,423	423,224	(11,199)	405,167	394,028	(11,139)
State Special Revenue Fund	1,528,660	1,528,660	0	1,523,769	1,523,769	0
Federal Special Revenue Fund	714,371	714,371	0	739,325	739,325	0
Proprietary Fund	389,277	389,277	0	389,094	389,094	0
Total Funding	3,066,731	3,055,532	(11,199)	3,057,355	3,046,216	(11,139)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Silicosis Benefits Administration Reduction of general fund budgeted for administrative costs. Bill language to restrict use of general fund for benefits only. 	(11,199)	(11,139)

**Department of Labor & Industry
Human Rights Commission**

6602-08

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	10.00	10.00	0.00	10.00	10.00	0.00
Personal Services	308,167	289,541	(18,626)	320,908	301,456	(19,452)
Operating Expenses	133,072	126,592	(6,480)	134,456	127,976	(6,480)
Equipment	7,800	5,100	(2,700)	4,000	1,300	(2,700)
Total Costs	449,039	421,233	(27,806)	459,364	430,732	(28,632)
General Fund	347,569	319,763	(27,806)	357,901	329,269	(28,632)
Federal Special Revenue Fund	101,470	101,470	0	101,463	101,463	0
Total Funding	449,039	421,233	(27,806)	459,364	430,732	(28,632)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Investigator 0.50 FTE investigator position held vacant. Local Area Network Hearing Examiner Services Personal Computers (2) 	(18,626) (4,000) (2,480) (2,700)	(19,452) (4,000) (2,480) (2,700)

Department of Social & Rehabilitation Services

Department of Social & Rehabilitation Services

Family Assistance

6901-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	37.25	37.25	0.00	37.25	37.25	0.00
Personal Services	1,212,041	1,212,041	0	1,258,572	1,258,572	0
Operating Expenses	2,040,287	2,040,287	0	2,039,812	1,975,661	(64,151)
Equipment	72,195	72,195	0	72,195	72,195	0
Benefits and Claims	60,704,576	65,719,602	5,015,026	62,814,835	67,535,156	4,720,321
Transfers	777,897	777,897	0	777,897	777,897	0
Total Costs	64,806,996	69,822,022	5,015,026	66,963,311	71,619,481	4,656,170
General Fund	16,015,626	17,546,557	1,530,931	16,597,695	17,964,508	1,366,813
State Special Revenue Fund	753,506	835,685	82,179	788,471	869,113	80,642
Federal Special Revenue Fund	48,037,864	51,439,780	3,401,916	49,577,145	52,785,860	3,208,715
Total Funding	64,806,996	69,822,022	5,015,026	66,963,311	71,619,481	4,656,170

In addition to the decreases outlined in the Family Assistance Program, two welfare benefit categories are increased. Caseloads above those projected during the 1991 Legislature are being experienced in both the AFDC and General Assistance areas. Analysis of data covering AFDC and GA through October, 1991, indicate the need for additional expenditure authority for both fiscal years 1992 and 1993. The legislative decision to place payment levels at 42% of the Federal Poverty Index is maintained in the increases for AFDC and GA.

ITEM	FY92	FY93
<ul style="list-style-type: none"> Legal Services Contract A reduction of 50% in the FY93 Legal Services Contract is recommended. 	(0)	(50,000)
<ul style="list-style-type: none"> Day Care Rate Increase Fund Switch The day care rate increase general fund share will be replaced by child care development block grant federal funds in accordance with HB2 direction. Total day care rate increase funds remains as appropriated. 	(33,404)	(57,550)
<ul style="list-style-type: none"> Project Work Program Funding for the PWP will be reduced in each fiscal year. 	(100,000)	(100,000)
<ul style="list-style-type: none"> Operating Costs 	(0)	(14,151))
<ul style="list-style-type: none"> Operating Cost Fund Switch A general fund reduction is offset by a federal revenue increase of \$16,899. 	(16,899)	(0)
<ul style="list-style-type: none"> General Assistance Caseload Increase 	444,698	437,615

An increase is included in the GA program due to caseload trends during the first five months of FY92.

- AFDC**

1,236,536 1,150,899

An increase is included in the AFDC program due to caseload trends during the first five months of FY92. State special revenue increase is \$82,179 in FY92 and \$80,642 in FY93. Federal revenue increase is \$3,351,613 in FY92 and \$3,151,165 in FY93.

**Department of Social & Rehabilitation Services
Administrative & Support Services**

6901-04

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	50.50	50.50	0.00	50.50	50.50	0.00
Personal Services	1,479,121	1,479,121	0	1,535,432	1,535,432	0
Operating Expenses	1,221,767	1,208,723	(13,044)	1,079,275	1,067,632	(11,643)
Equipment	30,464	30,464	0	30,464	30,464	0
Total Costs	2,731,352	2,718,308	(13,044)	2,645,171	2,633,528	(11,643)
General Fund	726,611	713,567	(13,044)	676,269	664,626	(11,643)
State Special Revenue Fund	335,907	335,907	0	337,735	337,735	0
Federal Special Revenue Fund	1,668,834	1,668,834	0	1,631,167	1,631,167	0
Total Funding	2,731,352	2,718,308	(13,044)	2,645,171	2,633,528	(11,643)

- | ITEM | FY92 | FY93 |
|--|-----------------|-----------------|
| • Operating Costs | (1,794) | (393) |
| • Grant Writing | (11,250) | (11,250) |
| General fund from the grant writing line item is removed.
Other funding appropriated is retained. | | |

**Department of Social & Rehabilitation Services
Child Support Enforcement**

6901-05

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	116.00	116.00	0.00	116.00	116.00	0.00
Personal Services	2,899,270	2,899,270	0	3,028,674	3,028,674	0
Operating Expenses	1,311,311	1,294,076	(17,235)	1,355,163	1,327,550	(27,613)
Equipment	51,765	51,765	0	6,329	6,329	0
Local Assistance	35,000	35,000	0	35,000	35,000	0
Total Costs	4,297,346	4,280,111	(17,235)	4,425,166	4,397,553	(27,613)
State Special Revenue Fund	1,438,704	1,421,469	(17,235)	1,474,730	1,447,117	(27,613)
Federal Special Revenue Fund	2,858,642	2,858,642	0	2,950,436	2,950,436	0
Total Funding Costs	4,297,346	4,280,111	(17,235)	4,425,166	4,397,553	(27,613)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Child Support Enforcement Operations (0) (0) <p>A reduction in CSE operations of \$17,235 in FY92 and \$27,613 in FY93 will eventually produce a like transfer from CSE state special revenue to the general fund at fiscal year end.</p>		

**Department of Social & Rehabilitation Services
State Assumed County Administration**

6901-06

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE						
Operating Expenses	1,090,710	1,090,710	0	1,091,372	1,080,928	(10,444)
Equipment	16,019	16,019	0	16,019	16,019	0
Total Costs	1,106,729	1,106,729	0	1,107,391	1,096,947	(10,444)
General Fund	606,151	606,151	0	606,639	596,195	(10,444)
Federal Special Revenue Fund	500,578	500,578	0	500,752	500,752	0
Total Funding	1,106,729	1,106,729	0	1,107,391	1,096,947	(10,444)

ITEM	FY92	FY93
<ul style="list-style-type: none"> State Assumed County Operations (0) (10,444) 		

**Department of Social & Rehabilitation Services
Medicaid Services**

6901-07

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	44.50	44.50	0.00	44.50	44.50	0.00
Personal Services	1,446,660	1,446,660	0	1,502,210	1,502,210	0
Operating Expenses	4,054,220	3,982,441	(71,779)	3,560,207	3,476,104	(84,103)
Equipment	19,198	19,198	0	3,198	3,198	0
Benefits and Claims	241,410,662	243,973,799	2,563,137	260,761,067	250,288,536	(10,472,531)
Transfers	1,908,791	1,908,791	0	1,926,674	1,926,674	0
Total Costs	248,839,531	251,330,889	2,491,358	267,753,356	257,196,722	(10,556,634)
General Fund	57,133,752	60,151,079	3,017,327	61,992,319	59,731,693	(2,260,626)
State Special Revenue Fund	7,724,929	7,724,929	0	7,975,494	7,975,494	0
Federal Special Revenue Fund	183,980,850	183,454,881	(525,969)	197,785,543	189,489,535	(8,296,008)
Total Funding	248,839,531	251,330,889	2,491,358	267,753,356	257,196,722	(10,556,634)

In addition to the decreases outlined in the Medicaid Services Program, an increase is recommended for State Medical Benefits. Paid claims information through November, 1991, indicate that reductions forecast by the agency due to transfer of some clients to Medicaid and to managed care are not being realized to date. The unanticipated caseload increase in General Assistance is also reflected in the State Medical Program. The increase requested reflects agency belief that actions to reduce costs in the program will succeed at a slower rate than anticipated during the 1991 Legislature.

ITEM	FY92	FY93
• Division Operating Costs	(26,779)	(39,103)
• St. Med. Claim Processing Contract	(45,000)	(45,000)
• Personal Care Contract The agency proposes to make these reductions through administrative adjustments by the contract provider without any reductions in service.	(85,000)	(115,000)
• Durable Medical Equipment Medicaid purchases wheelchairs, wheelchair accessories and eyeglasses through independent providers. By purchasing these items through a single source in FY93, costs are projected to be lower.	(0)	(97,238)
• OBRA 90 @ 75% The agency will delay full implementation of this new federally mandated service providing rehabilitation services to children. A reduction of federal revenue expenditures of \$393,657 in FY92 and \$787,830 will also occur.	(155,300)	(307,900)
• Hospital Rate Increase	(0)	(920,613)

This reduction will eliminate the hospital rate increase appropriated for FY93. A reduction of federal revenue in the amount of \$2,355,590 in FY93 is associated with this reduction. The department will go forward with the scheduled hospital rate study to determine appropriate reimbursement levels for hospital based services and provide a recommendation for rebased rates for the 1995 biennium.

- **OB/GYN Rate Increase at 85%** (210,000) (282,380)

The agency will reduce the appropriated rate increase from 90% of allowed costs to 85% of allowed costs. This new proposed rate will still be a significant increase. A reduction in federal revenue of \$532,312 in FY92 and \$722,531 in FY93 will also result.
- **Managed Care Implementation Accelerated** (0) (2,044,014)

The 1991 Legislature funded managed care based upon an implementation date of January 1, 1993. The agency proposes to implement by October 1, 1992. The earlier implementation date along with more recent estimates of AFDC Medicaid caseload indicate that additional FY93 savings are expected to be achieved. A reduction in federal revenue of \$5,230,057 will also result.
- **Medicare Buy-In Fund Switch** (400,000) (800,000)

Under current federal regulations, clients for whom the agency pays buy-in to Medicare with 100% general fund can be transferred to programs funded with the federal matching rate. The program change will be implemented in January 1992. Reduction in general fund requires matching increases in federal expenditures of \$400,000 in FY92 and \$800,000 in FY93.
- **State Medical Program Increase** 3,939,406 2,390,622

An increase is included in the State Medical Program due to caseload increases and expenditure trends during the first five months of FY92.

**Department of Social & Rehabilitation Services
Audit & Program Compliance Division**

6901-08

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	40.00	40.00	0.00	40.00	40.00	0.00
Personal Services	1,104,596	1,104,596	0	1,147,290	1,147,290	0
Operating Expenses	162,444	159,444	(3,000)	162,865	151,970	(10,895)
Equipment	3,420	3,420	0	3,420	3,420	0
Transfers	198,226	198,226	0	198,234	198,234	0
Total Costs	1,468,686	1,465,686	(3,000)	1,511,809	1,500,914	(10,895)
General Fund	612,506	609,506	(3,000)	632,815	621,920	(10,895)
State Special Revenue Fund	7,923	7,923	0	8,184	8,184	0
Federal Special Revenue Fund	848,257	848,257	0	870,810	870,810	0
Total Funding	1,468,686	1,465,686	(3,000)	1,511,809	1,500,914	(10,895)

ITEM	FY92	FY93
• Operating Costs	(3,000)	(10,895)

**Department of Social & Rehabilitation Services
Office of Management, Analysis & Systems**

6901-09

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	38.25	38.25	0.00	38.00	38.00	0.00
Personal Services	1,151,931	1,151,931	0	1,189,293	1,189,293	0
Operating Expenses	8,709,481	7,063,591	(1,645,890)	7,069,460	7,050,622	(18,838)
Equipment	158,132	158,132	0	89,591	89,591	0
Total Costs	10,019,544	8,373,654	(1,645,890)	8,348,344	8,329,506	(18,838)
General Fund	2,324,256	2,161,699	(162,557)	2,600,291	2,331,453	(268,838)
State Special Revenue Fund	1,010,057	810,057	(200,000)	896,011	1,146,011	250,000
Federal Special Revenue Fund	6,685,231	5,401,898	(1,283,333)	4,852,042	4,852,042	0
Total Funding	10,019,544	8,373,654	(1,645,890)	8,348,344	8,329,506	(18,838)

ITEM	FY92	FY93
• Operating Costs	(12,557)	(18,838)
• Non-Assumed County Computer Costs Fund Switch	(0)	(250,000)

Eligibility determination TEAMS computer costs for the counties which operate non-assumed welfare programs will be billed to the county in FY93. State special revenue is increased by \$250,000 in FY93 to reflect county payment. The eligibility determination computer costs for counties which now levy 12 mills (state assumed counties) will continue to be paid by the department with general fund.

- **TEAMS Operations** (150,000) (0)
Computers for the TEAMS program will be leased instead of purchased resulting in a FY92 savings. At a federal matching rate of 50/50 for system operation, a reduction in federal expenditure of \$150,000 in FY92 will also result.
- **SEARCHS Development** (0) (0)
The development contract for SEARCHS has been implemented at a cost lower than anticipated during planning. A reduction of Child Support state special revenue expenditure of \$200,000 in FY92 will eventually produce a like transfer from CSE to the general fund at fiscal year end. A reduction in federal expenditure of \$1,133,333 in FY92 will also result.

**Department of Social & Rehabilitation Services
Vocational Rehabilitation Program**

6901-10

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	74.00	74.00	0.00	73.50	73.50	0.00
Personal Services	2,062,101	2,062,101	0	2,130,728	2,130,728	0
Operating Expenses	456,073	451,150	(4,923)	428,791	425,591	(3,200)
Equipment	11,432	11,432	0	11,432	11,432	0
Benefits and Claims	6,132,412	6,132,412	0	6,286,833	6,193,470	(93,363)
Total Costs	8,662,018	8,657,095	(4,923)	8,857,784	8,761,221	(96,563)
General Fund	1,202,297	1,197,374	(4,923)	1,268,396	1,238,961	(29,435)
State Special Revenue Fund	692,330	692,330	0	694,753	694,753	0
Federal Special Revenue Fund	6,767,391	6,767,391	0	6,894,635	6,827,507	(67,128)
Total Funding	8,662,018	8,657,095	(4,923)	8,857,784	8,761,221	(96,563)

ITEM	FY92	FY93
• Operating Costs	(4,923)	(3,200)
• Vocational Rehabilitation Provider Rate Delay	(0)	(26,235)

A provider rate increase of 4.5% each fiscal year was approved by the 1991 Legislature. This recommendation delays implementation of the FY93 rate increase for 6 months until January 1, 1993. The FY92 rate increase was implemented on schedule and is not affected by this proposal. Matching federal revenue expenditure will be reduced by \$67,128 in FY93.

**Department of Social & Rehabilitation Services
Visual Services Program**

6901-13

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	18.75	18.75	0.00	18.75	18.75	0.00
Personal Services	526,154	526,154	0	547,129	547,129	0
Operating Expenses	109,332	107,793	(1,539)	108,584	106,305	(2,279)
Equipment	9,129	9,129	0	9,129	9,129	0
Benefits and Claims	670,062	670,062	0	699,200	686,260	(12,940)
Total Costs	1,314,677	1,313,138	(1,539)	1,364,042	1,348,823	(15,219)
General Fund	295,763	294,224	(1,539)	306,887	300,972	(5,915)
Federal Special Revenue Fund	1,018,914	1,018,914	0	1,057,155	1,047,851	(9,304)
Total Funding	1,314,677	1,313,138	(1,539)	1,364,042	1,348,823	(15,219)

ITEM	FY92	FY93
• Operating Costs	(1,539)	(2,279)
• Visual Services Provider Rate Delay	(0)	(3,636)
A provider rate increase of 4.5% each fiscal year was approved by the 1991 Legislature. This recommendation delays implementation of the FY93 rate increase for 6 months until January 1, 1993. The FY92 rate increase was implemented on schedule and is not affected by this proposal. Matching federal revenue expenditure will be reduced by \$9,304 in FY93.		

Department of Social & Rehabilitation Services

Developmental Disabilities Program

6901-14

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	40.25	40.25	0.00	43.25	43.25	0.00
Personal Services	1,277,917	1,277,917	0	1,409,117	1,409,117	0
Operating Expenses	303,791	296,908	(6,883)	320,779	308,945	(11,834)
Equipment	13,473	13,473	0	10,081	10,081	0
Grants	16,000	16,000	0	16,000	16,000	0
Benefits and Claims	29,595,964	28,968,614	(627,350)	33,631,137	32,563,838	(1,067,299)
Total Costs	31,207,145	30,572,912	(634,233)	35,387,114	34,307,981	(1,079,133)
General Fund	12,107,701	11,575,372	(532,329)	14,288,543	13,384,109	(904,434)
Federal Special Revenue Fund	19,099,444	18,997,540	(101,904)	21,098,571	20,923,872	(174,699)
Total Funding	31,207,145	30,572,912	(634,233)	35,387,114	34,307,981	(1,079,133)

ITEM	FY92	FY93
• Operating Costs	(6,883)	(11,834)
• Part H. Fund Switch Unexpended federal funds from prior year grants are available in the amount of \$120,000. General fund is replaced with these federal funds in FY92.	(120,000)	(0)
• Part H. FY92 Delay A reduction in the original agency funding request by the 1991 Legislature, coupled with the need for more time to meet all the federal program requirements, led the agency to seek a one year delay in full implementation of the Part H program. This delay will result in a one time savings during FY92. The agency intends to complete full implementation of the program as appropriated by the 1991 Legislature in FY93.	(200,000)	(0)
• DD Current Level Benefit Reversion Based upon information through the first 5 months of FY92, a general fund excess of approximately 1.5% is anticipated to occur. The FY92 general fund is reduced accordingly.	(119,150)	(0)
• DD Provider Rate Delay A provider rate increase of 4.5% each fiscal year was approved by the 1991 Legislature. This recommendation delays implementation of the FY93 rate increase for 6 months until January 1, 1993. The FY92 rate increase was implemented on schedule and is not affected by this proposal. Matching federal expenditure will be reduced by \$174,699 in FY93.	(0)	(492,600)

- Supported Living - Supported Work Delay** (86,296) (0)
 The 1991 Legislature provided an expansion of 30 slots for supported living and supported work programs for the developmentally disabled on the waiting list. This action would delay implementation of the new slots until FY93. Matching federal expenditure will be reduced by \$221,904 in FY92.
- DD Group Home Start-up Funds Elimination** (0) (400,000)
 The agency proposes to go forward with five new DD group homes scheduled for construction in FY93 but eliminate the state general fund start-up funds from the implementation. The agency is pursuing alternative sources of start-up funding including low interest loans and asking sites interested in providing services to contribute to some initial costs of construction.

Department of Family Services

Department of Family Services Management Support						
						6911-01
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	51.50	51.50	0.00	51.50	51.50	0.00
Personal Services	1,777,719	1,683,841	(93,878)	1,860,396	1,762,167	(98,229)
Operating Expenses	985,984	978,484	(7,500)	789,286	759,286	(30,000)
Equipment	25,766	25,766	0	10,166	10,166	0
Total Costs	2,789,469	2,688,091	(101,378)	2,659,848	2,531,619	(128,229)
General Fund	2,071,576	1,970,198	(101,378)	1,986,199	1,857,970	(128,229)
State Special Revenue Fund	14,806	14,806	0	14,784	14,784	0
Federal Special Revenue Fund	703,087	703,087	0	658,865	658,865	0
Total Funding	2,789,469	2,688,091	(101,378)	2,659,848	2,531,619	(128,229)
HB569 MIS	547,339	286,589	(260,750)	0	0	0

- | | | |
|-------------|-------------|-------------|
| ITEM | FY92 | FY93 |
|-------------|-------------|-------------|
- Personal Services Reduction** (93,878) (98,229)
 HB2 contained a 2% vacancy savings reduction for the central office of DFS. An additional 6% is included in this reduction which may be partially achieved through some savings in operating costs.
 - Training Funds** (7,500) (30,000)

Training funds which are uncommitted at this time are reduced.

- **HB 569 - Chapter No. 753** (260,750) (0)
The DFS Management Information System was funded as if system requirements and system development would be contracted to the Department of Administration. DFS has presented a plan to complete the MIS with internal staff at a cost savings.

**Department of Family Services
Community Services**

6911-02

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	344.20	344.20	0.00	344.20	344.20	0.00
Personal Services	9,856,945	9,521,841	(335,104)	10,251,324	9,902,779	(348,545)
Operating Expenses	2,588,067	2,568,067	(20,000)	2,646,244	2,626,244	(20,000)
Equipment	55,903	55,903	0	42,365	42,365	0
Grants	5,492,622	5,481,822	(10,800)	5,402,894	5,392,094	(10,800)
Benefits and Claims	22,788,905	24,093,564	1,304,659	23,918,522	22,473,477	(1,445,045)
Total Costs	40,782,442	41,721,197	938,755	42,261,349	40,436,959	(1,824,390)
General Fund	22,630,257	23,197,384	567,127	23,545,039	21,390,575	(2,154,464)
State Special Revenue Fund	2,672,405	2,672,405	0	2,701,636	2,701,636	0
Federal Special Revenue Fund	15,479,780	15,851,408	371,628	16,014,674	16,344,748	330,074
Total Funding	40,782,442	41,721,197	938,755	42,261,349	40,436,959	(1,824,390)
HB371 Aging Grants	200,000	100,000	(100,000)	0	0	0
HB491 Respite Care	100,000	50,000	(50,000)	0	0	0

- | ITEM | FY92 | FY93 |
|------|------|------|
|------|------|------|
- **Personal Services Reduction** (335,104) (348,545)
HB2 contained a 2% vacancy savings reduction for Community Services field staff and exempted from that 2% approximately 185 social workers. An additional 4% is included in this reduction for all field staff which may be partially made up by operating savings.
 - **Medicaid Parental Assets Rule for Youth Psychiatric Program** (233,693) (928,493)
This reduction proposal would require a rule to consider parental assets of a child in youth psychiatric or residential services medicaid eligibility determination, instead of considering only the assets of the child. This reduction recommends the proposed rule change be effective April 1, 1992.
 - **Foster Care Rate Increase 6 Month Delay in FY93** (0) (194,772)

HB2 provided a 4.5% increase in foster care payments in each fiscal year of the biennium. This recommendation delays implementation of the FY93 increase for six months until January 1, 1993. Federal revenue expenditure will be reduced by \$70,585 in this decrease.

<ul style="list-style-type: none"> Day Care Rate Increase Fund Switch HB2 contained a federal day care block grant and instructions for replacing general fund in the day care rate increase with the block grant funds if federal approval was obtained. This reduction implements the reduction of the general fund. The replacement federal revenue is already in the DFS budget. This action will not reduce the total amounts appropriated for the day care rate increase. 	(38,708)	(58,083)
<ul style="list-style-type: none"> Title IV-B Federal Revenue Increase Fund Switch The actual final allotment of Title IV-B funds received by DFS was \$1,122,093 in FY91. The amount budgeted in FY92 and FY93 was \$1,046,396. Therefore, a reduction in general fund and equal increase in federal revenue is proposed to recognize the additional federal grant funds. 	(75,697)	(75,697)
<ul style="list-style-type: none"> Operating Costs 	(20,000)	(20,000)
<ul style="list-style-type: none"> Cap Alcohol & Drug Treatment This reduction would cap expenditures at \$200,000 per year. After this reduction, FY92 and FY93 appropriations will remain slightly higher than the FY91 actual expenditure level of \$198,960. 	(12,100)	(13,300)
<ul style="list-style-type: none"> Domestic Violence This reduction represents an 8% reduction in the appropriation and a 6% reduction below FY91 actual general fund expenditure level of \$132,212. 	(10,800)	(10,800)
<ul style="list-style-type: none"> Big Brothers and Sisters This reduction represents an 8% reduction in the appropriations. After the reduction, increases of 0.6% in FY92 and 5.7% in FY93 above the FY91 actual expenditure level of \$158,393 will remain. 	(13,860)	(14,553)
<ul style="list-style-type: none"> Miscellaneous Federal Recovery Increase Fund Switch This item represents efforts of the agency to increase eligibility determination on clients and implement revisions in the federal cost recovery process to obtain maximum federal revenue. Additional revenues will be collected and offset general fund. 	(295,931)	(324,962)
<ul style="list-style-type: none"> Continuum of Care 	(599,919)	(165,259)

This item represents an implementation in the continuum of care consistent with current planning and start-up activities as presented to the Legislative Finance Committee in November 1991. The agency will attempt to offset the FY93 portion of this reduction through refinancing and additional federal cost recovery.

- **Foster Care Increase** 2,202,939 (0)

Information available at this point in FY92 indicates that increases in child placement and services are higher than anticipated in the appropriation approved by the 1991 Legislature and that additional general fund is required to offset expenses above the expenditure caps in the non-state assumed counties. This increase is the best estimate available currently for the level of expenditures during FY92 for foster care. The recommendation includes \$600,000 for youth currently in the DFS system but waiting for an appropriate level of service slot.
- **HB 371 - Chapter No. 556** (100,000) (0)

The bill appropriated \$200,000 for the biennium for additional in-home services aging grants. This reduction would reduce the appropriation by 50%.
- **HB 491 - Chapter No. 559** (50,000) (0)

The bill appropriated \$100,000 for the biennium for increased respite care for foster children. This reduction would reduce the appropriation by 50%.

**Department of Family Services
Mountain View**

6911-03

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	67.13	67.13	0.00	67.13	67.13	0.00
Personal Services	1,860,510	1,805,826	(54,684)	1,919,148	1,862,726	(56,422)
Operating Expenses	334,137	334,137	0	341,338	341,338	0
Equipment	4,436	4,436	0	11,379	11,379	0
Total Costs	2,199,083	2,144,399	(54,684)	2,271,865	2,215,443	(56,422)
General Fund	2,088,655	2,033,971	(54,684)	2,158,864	2,102,442	(56,422)
State Special Revenue Fund	3,134	3,134	0	3,135	3,135	0
Federal Special Revenue Fund	107,294	107,294	0	109,866	109,866	0
Total Funding	2,199,083	2,144,399	(54,684)	2,271,865	2,215,443	(56,422)

ITEM		FY92	FY93
•	Personal Services Reduction	(54,684)	(56,422)
	HB2 contained a 2% vacancy savings reduction for Mountain View School. An additional 3% is recommended and may be achieved through some savings in operating expenses.		

**Department of Family Services
Pine Hills**

6911-04

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	120.77	120.77	0.00	120.77	120.77	0.00
Personal Services	3,338,482	3,273,058	(65,424)	3,460,450	3,392,638	(67,812)
Operating Expenses	734,811	734,811	0	750,811	750,811	0
Equipment	10,215	10,215	0	12,015	12,015	0
Total Costs	4,083,508	4,018,084	(65,424)	4,223,276	4,155,464	(67,812)
General Fund	3,451,469	3,386,045	(65,424)	3,579,728	3,511,916	(67,812)
State Special Revenue Fund	320,045	320,045	0	326,180	326,180	0
Federal Special Revenue Fund	311,994	311,994	0	317,368	317,368	0
Total Funding	4,083,508	4,018,084	(65,424)	4,223,276	4,155,464	(67,812)

ITEM		FY92	FY93
•	Personal Services Reduction	(65,424)	(67,812)
	HB2 contained a 2% vacancy savings reduction for Pine Hills School. An additional 2% is recommended and may be achieved through some savings in operating expenses.		

NATURAL RESOURCES AND COMMERCE

NATURAL RESOURCES AND COMMERCE

Agency	Overview									
	--Actual--		--Appropriated--		--Recommended--		--Differences--		--Biennial % Change--	
	FY90	FY91	FY92	FY93	FY92	FY93	FY92	FY93	93 Rec/ 91 Act	93 Rec/ 93 Appr
4201 Public Service Regulation										
General Fund	1,683,402	1,807,976	2,180,104	2,084,396	2,180,104	2,084,396	0	0	22.1%	0.0%
Federal Revenue	21,780	21,378	26,337	27,100	26,337	27,100	0	0	23.8%	0.0%
Proprietary Fund	17,176	7,714	19,397	19,380	19,397	19,380	0	0	55.8%	0.0%
Total Funds	1,722,358	1,837,068	2,225,838	2,130,876	2,225,838	2,130,876	0	0	22.4%	0.0%
5201 Fish, Wildlife, & Parks										
General Fund	0	0	430,737	435,460	396,278	400,623	(34,459)	(34,837)	NA	-8.0%
State Special	23,654,968	21,611,306	30,753,901	22,143,646	30,753,901	22,143,646	0	0	16.9%	0.0%
Federal Revenue	8,800,874	8,387,687	11,450,442	10,715,236	11,450,442	10,715,236	0	0	29.0%	0.0%
Proprietary Fund	2,029,658	1,911,698	2,407,350	2,426,782	2,407,350	2,426,782	0	0	22.7%	0.0%
Total Funds	34,485,500	31,910,691	45,042,430	35,721,124	45,007,971	35,686,287	(34,459)	(34,837)	21.5%	-0.1%
5501 State Lands										
General Fund	8,833,994	10,216,807	9,268,405	9,100,840	15,197,344	8,700,477	5,928,939	(400,363)	25.4%	30.1%
State Special	3,910,931	5,195,955	8,752,464	4,990,084	8,847,464	5,085,084	95,000	95,000	53.0%	1.4%
Federal Revenue	9,256,265	8,203,766	9,993,067	9,879,635	9,937,067	9,823,635	(56,000)	(56,000)	13.2%	-0.6%
Proprietary Fund	234,405	266,202	189,955	188,732	189,955	188,732	0	0	-24.4%	0.0%
Total Funds	22,235,595	23,882,730	28,203,891	24,159,291	34,171,830	23,797,928	5,967,939	(361,363)	25.7%	10.7%
5603 Livestock										
General Fund	756,213	805,457	814,564	832,272	749,564	812,272	(65,000)	(20,000)	0.0%	-5.2%
State Special	3,479,401	3,764,581	4,036,631	3,899,307	4,081,631	3,899,307	45,000	0	10.2%	0.6%
Federal Revenue	253,551	276,552	290,028	299,733	310,028	319,733	20,000	20,000	18.8%	6.8%
Total Funds	4,489,165	4,846,590	5,141,223	5,031,312	5,141,223	5,031,312	0	0	9.0%	0.0%
5706 Natural Resources and Conservation										
General Fund	3,933,503	4,430,945	4,878,965	4,925,697	4,339,323	4,535,446	(539,642)	(390,251)	6.1%	-9.5%
State Special	9,944,126	20,124,028	37,752,928	6,971,765	37,880,342	7,199,200	127,414	227,435	49.9%	0.8%
Federal Revenue	1,207,634	2,271,506	9,518,814	2,260,733	9,548,814	2,260,733	30,000	0	239.4%	0.3%
Total Funds	15,085,263	26,826,479	52,150,707	14,158,195	51,768,479	13,995,379	(382,228)	(162,816)	56.9%	-0.8%
6201 Agriculture										
General Fund	1,523,864	1,538,608	1,250,679	1,120,419	1,150,749	1,030,785	(99,930)	(89,634)	-28.8%	-8.0%
State Special	3,418,144	3,980,566	5,059,445	5,234,681	5,059,445	5,234,681	0	0	39.1%	0.0%
Federal Revenue	386,604	524,896	656,519	466,165	656,519	466,165	0	0	23.2%	0.0%
Proprietary Fund	7,784	7,094	11,198	11,251	11,198	11,251	0	0	50.9%	0.0%
Total Funds	5,336,396	6,051,164	6,977,841	6,832,516	6,877,911	6,742,882	(99,930)	(89,634)	19.6%	-1.4%
6501 Commerce										
General Fund	5,321,038	5,619,900	3,686,275	2,886,665	3,630,275	2,886,665	(56,000)	0	-40.4%	-0.9%
State Special	13,745,685	19,546,643	17,922,633	16,269,758	17,422,633	14,769,758	(500,000)	(1,500,000)	-3.3%	-5.8%
Federal Revenue	17,611,180	19,849,781	25,308,197	24,779,197	25,308,197	24,779,197	0	0	33.7%	0.0%
Proprietary Fund	81,669,042	86,566,601	101,498,320	92,985,823	101,498,320	92,985,823	0	0	15.6%	0.0%
Total Funds	118,346,945	131,582,925	148,415,425	136,921,443	147,859,425	135,421,443	(556,000)	(1,500,000)	13.3%	-0.7%

- FY90 and FY91 actual show all expenditures including statutory appropriations and budget

amendments.

- **FY92 and FY93** appropriated include current appropriations, **excluding** budget amendments, administrative authorizations, and some statutory and continuing appropriations.
- **Department of Fish Wildlife and Parks** - FY92 includes biennial appropriations of state special and federal revenue for capital projects. General fund support for state parks was budgeted in FY92-93.
- **Department of State Lands** - FY92 includes \$250,000 of one-time general fund for a recreational access study and \$6,373,650 for forest fire suppression costs incurred during the summer and fall of 1991. FY91 includes \$3.02 million general fund for fire suppression costs. In FY92 there is a \$3.3 million biennial state special appropriation for reclamation.
- **Department of Natural Resources and Conservation** - FY92 biennial appropriations for water development, renewable resource, and reclamation and development grants.
- **Department of Agriculture** - FY92-93 includes a funding shift within the Environmental Management Division. General fund appropriations were shifted to state special revenue for a biennial general fund reduction of \$995,000. If the funding shift had not occurred the general fund budget would show a net increase of 1.08% after the reductions.
- **Commerce & DOT** - Authority of \$6.6 million for the Aeronautics Division and the Transportation Division was transferred from Commerce to DOT.
- **Commerce & Judiciary** - At the beginning of the 1993 biennium, \$5.5 million for the district court reimbursement (DCR) program was transferred from Commerce to Judiciary. DCR accounted for 50% of the commerce general fund appropriation in FY91. The DCR program of \$5.5 million, combined with the Transportation Division general fund appropriation of \$957,951 transferred to DOT, would increase the general fund appropriation to Commerce to \$12.96 million for a net 18% increase over the 1991 biennium general fund appropriation.
- **Commerce & Workers' Comp** - FY92 proprietary funds include a one-time statutory appropriation of \$8.5 million to the Board of Investments for the "old fund" workers' compensation revenue bonds.

**Department of Fish, Wildlife & Parks
Parks Division**

5201-06

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	98.97	98.97	0.00	99.33	99.33	0.00
Personal Services	2,357,537	2,323,078	(34,459)	2,469,515	2,434,678	(34,837)
Operating Expenses	1,887,079	1,887,079	0	1,905,786	1,905,786	0
Equipment	201,660	201,660	0	216,251	216,251	0
Grants	946,266	946,266	0	246,173	246,173	0
Transfers	33,000	33,000	0	33,000	33,000	0
Total Costs	5,425,542	5,391,083	(34,459)	4,870,725	4,835,888	(34,837)
General Fund	430,737	396,278	(34,459)	435,460	400,623	(34,837)
State Special Revenue Fund	3,691,263	3,691,263	0	3,814,088	3,814,088	0
Federal Special Revenue Fund	1,014,215	1,014,215	0	314,122	314,122	0
Proprietary Fund	289,327	289,327	0	307,055	307,055	0
Total Funding	5,425,542	5,391,083	(34,459)	4,870,725	4,835,888	(34,837)

ITEM**FY92****FY93**

- **Montana Conservation Corps**
This reduction will slightly delay the implementation of this new program.

(4,376) **(4,376)**

- **State Parks Operations and Maintenance**
This reduction diminishes the major maintenance at several state parks and reduces the production of public information to educate park visitors.

(30,083) **(30,461)**

**Department of State Lands
Central Management Program**

5501-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	35.22	35.22	0.00	35.22	35.22	0.00
Personal Services	1,128,740	1,088,240	(40,500)	1,128,960	1,092,960	(36,000)
Operating Expenses	1,001,797	1,001,797	0	657,051	657,051	0
Equipment	21,000	21,000	0	21,000	21,000	0
Grants	265,000	243,800	(21,200)	265,000	243,800	(21,200)
Total Costs	2,416,537	2,354,837	(61,700)	2,072,011	2,014,811	(57,200)
General Fund	1,969,269	1,907,569	(61,700)	1,625,814	1,568,614	(57,200)
State Special Revenue Fund	139,892	139,892	0	137,302	137,302	0
Federal Special Revenue Fund	117,421	117,421	0	120,163	120,163	0
Proprietary Fund	189,955	189,955	0	188,732	188,732	0
Total Funding	2,416,537	2,354,837	(61,700)	2,072,011	2,014,811	(57,200)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Vacant Position Leave vacant a data processing position. 	(32,000)	(36,000)
<ul style="list-style-type: none"> Program Reduction Reduce personal services to reflect additional vacancy savings. The division may also reduce operating expenses and equipment if vacancy savings does not produce the complete reduction. 	(8,500)	(0)
<ul style="list-style-type: none"> State Equalization Payment Reduce 8% of the state equalization payment appropriated for counties in which the state owns more than 6% of land area. 	(21,200)	(21,200)

**Department of State Lands
Reclamation Program**

5501-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	51.62	51.62	0.00	54.00	54.00	0.00
Personal Services	1,644,865	1,620,091	(24,774)	1,786,312	1,760,649	(25,663)
Operating Expenses	6,650,474	6,650,474	0	3,360,114	3,360,114	0
Equipment	171,732	171,732	0	83,857	83,857	0
Capital Outlay	5,000,000	5,000,000	0	5,000,000	5,000,000	0
Total Costs	13,467,071	13,442,297	(24,774)	10,230,283	10,204,620	(25,663)
General Fund	309,676	284,902	(24,774)	320,783	295,120	(25,663)
State Special Revenue Fund	4,392,512	4,392,512	0	1,104,350	1,104,350	0
Federal Special Revenue Fund	8,764,883	8,764,883	0	8,805,150	8,805,150	0
Total Funding	13,467,071	13,442,297	(24,774)	10,230,283	10,204,620	(25,663)

ITEM

- **Program Reduction** FY92 (24,774) FY93 (25,663)
 Reduce personal services to reflect additional vacancy savings.
 The division may also reduce operating expenses if vacancy savings does not produce the required general fund savings.

**Department of State Lands
Land Administration Program**

5501-04

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	30.87	30.87	0.00	33.37	33.37	0.00
Personal Services	876,875	834,875	(42,000)	975,707	960,707	(15,000)
Operating Expenses	236,229	236,229	0	176,443	176,443	0
Equipment	60,600	60,600	0	20,600	20,600	0
Capital Outlay	5,000	5,000	0	5,000	5,000	0
Total Costs	1,178,704	1,136,704	(42,000)	1,177,750	1,162,750	(15,000)
General Fund	838,373	796,373	(42,000)	898,184	883,184	(15,000)
State Special Revenue Fund	340,331	340,331	0	279,566	279,566	0
Total Funding	1,178,704	1,136,704	(42,000)	1,177,750	1,162,750	(15,000)

ITEM

- **Program Reduction** FY92 (42,000) FY93 (15,000)
 Reduce personal services to reflect additional vacancy savings.
 The division may also reduce operating expenses and equipment if vacancy savings does not produce the complete reduction.

**Department of State Lands
Forestry Division**

5501-25

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	242.00	242.00	0.00	243.78	243.78	0.00
Personal Services	6,624,578	6,469,591	(154,987)	6,962,901	6,797,234	(165,667)
Operating Expenses	3,010,389	9,341,789	6,331,400	2,966,333	2,937,833	(28,500)
Equipment	753,515	729,515	(24,000)	650,013	636,680	(13,333)
Transfers	100,000	44,000	(56,000)	100,000	44,000	(56,000)
Total Costs	10,488,482	16,584,895	6,096,413	10,679,247	10,415,747	(263,500)
General Fund	6,148,690	12,206,103	6,057,413	6,256,059	5,953,559	(302,500)
State Special Revenue Fund	3,329,029	3,424,029	95,000	3,468,866	3,563,866	95,000
Federal Special Revenue Fund	1,010,763	954,763	(56,000)	954,322	898,322	(56,000)
Total Funding	10,488,482	16,584,895	6,096,413	10,679,247	10,415,747	(263,500)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Nursery Program Reduction Reduce personal services to reflect additional vacancy savings. The division may also reduce operating expenses and equipment if vacancy savings does not produce the complete reduction. 	(18,000)	(18,000)
<ul style="list-style-type: none"> Appraiser Position Not filling a vacant appraiser position. 	(33,000)	(33,000)
<ul style="list-style-type: none"> Seasonal Employees Delay hiring seasonal employees. 	(48,987)	(49,667)
<ul style="list-style-type: none"> Vacant Position in Northwest Field Office The department expects some retirements in the Northwest field office and intends to keep the positions vacant to achieve the general fund savings. 	(5,000)	(15,000)
<ul style="list-style-type: none"> Program Reductions Reduce personal services to reflect additional vacancy savings. The division may also reduce operating expenses and equipment if vacancy savings does not produce the complete reduction. 	(50,000)	(50,000)
<ul style="list-style-type: none"> Purchase of Swan River Lumber Reduce the amount of lumber purchased from state trust lands. 	(5,000)	(5,000)
<ul style="list-style-type: none"> Fire Retardant Contract Reduce the amount of fire retardant purchased in FY92. 	(2,000)	(0)

•	Rebuilt Engines Delay rebuilding engines in fire suppression equipment.	(35,250)	(23,500)
•	Forest Fire FY92 Costs Appropriation for the forest fire suppression costs incurred in the summer and fall of 1991.	6,373,650	(0)
•	Fire Capital Reduce the amount of new equipment purchased in FY93.	(0)	(13,333)
•	Metal Building Elimination of funding for a new building.	(24,000)	(0)
•	Federal Fire Reimbursement Decreasing this \$100,000/year federal appropriation to \$44,000/year increases general fund revenues by \$56,000/year.	(0)	(0)
•	Nursery Funds Replace \$35,000 per year of general fund with nursery state special revenue by increasing the price of seedlings \$0.03 per tree.	(35,000)	(35,000)
•	Slash Funds Replace \$60,000 per year of general fund with slash state special revenue. This transaction will spend down a state special revenue fund balance.	(60,000)	(60,000)

Department of Livestock
Centralized Services Program

5603-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	9.00	9.00	0.00	9.00	9.00	0.00
Personal Services	317,090	317,090	0	327,052	327,052	0
Operating Expenses	169,756	169,756	0	150,039	150,039	0
Equipment	4,500	4,500	0	3,500	3,500	0
Total Costs	491,346	491,346	0	480,591	480,591	0
General Fund	89,587	69,587	(20,000)	87,386	67,386	(20,000)
State Special Revenue Fund	382,917	382,917	0	373,994	373,994	0
Federal Special Revenue Fund	18,842	38,842	20,000	19,211	39,211	20,000
Total Funding	491,346	491,346	0	480,591	480,591	0

The Department of Livestock identified \$143,000 of general fund reductions which were incorporated into the 1993 biennium budget. Because the department FY92 and FY93 general fund budgets were less than FY91 general fund expenditures, OBPP did not require the full 8% general fund reduction.

ITEM	FY92	FY93
• Funding Shift	(20,000)	(20,000)

The department has available additional federal funds from the Meat and Poultry Inspection Program which can be used to replace general fund. General fund is decreased and federal revenues are increased by \$20,000 each year.

**Department of Livestock
Diagnostic Laboratory Program**

5603-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	18.00	18.00	0.00	18.00	18.00	0.00
Personal Services	561,864	561,864	0	582,092	582,092	0
Operating Expenses	215,870	215,870	0	215,530	215,530	0
Equipment	24,045	24,045	0	24,500	24,500	0
Total Costs	801,779	801,779	0	822,122	822,122	0
General Fund	327,944	282,944	(45,000)	335,900	335,900	0
State Special Revenue Fund	473,835	518,835	45,000	486,222	486,222	0
Total Funding	801,779	801,779	0	822,122	822,122	0

ITEM

FY92

FY93

- Funding Shift**

(45,000) (0)

The department has \$45,000 of state special revenue which can replace general fund. General fund is decreased and state special revenue is increased by \$45,000 in FY92.

Department of Natural Resources & Conservation

**Department of Natural Resources & Conservation
Centralized Services**

5706-21

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	39.00	39.00	0.00	39.00	39.00	0.00
Personal Services	1,268,890	1,225,174	(43,716)	1,311,618	1,289,473	(22,145)
Operating Expenses	487,970	487,970	0	425,436	425,436	0
Equipment	4,904	4,904	0	4,949	4,949	0
Debt Service	10,645	10,645	0	10,713	10,713	0
Total Costs	1,772,409	1,728,693	(43,716)	1,752,716	1,730,571	(22,145)
General Fund	1,358,966	1,315,250	(43,716)	1,328,424	1,306,279	(22,145)
State Special Revenue Fund	409,052	409,052	0	419,928	419,928	0
Federal Special Revenue Fund	4,391	4,391	0	4,364	4,364	0
Total Funding	1,772,409	1,728,693	(43,716)	1,752,716	1,730,571	(22,145)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reductions Approximately 2.5 FTE positions will be left open to achieve the majority of the reduction in FY92. This would allow filling two positions in FY93. 	(43,716)	(22,145)

**Department of Natural Resources & Conservation
Conservation/Resource Development Division**

5706-23

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	21.00	21.00	0.00	21.00	21.00	0.00
Personal Services	649,697	640,584	(9,113)	676,898	669,161	(7,737)
Operating Expenses	311,035	311,035	0	253,386	253,386	0
Equipment	14,414	14,414	0	14,789	14,789	0
Local Assistance	95,000	95,000	0	95,000	95,000	0
Grants	186,089	186,089	0	186,089	186,089	0
Debt Service	2,364	2,364	0	2,364	2,364	0
Total Costs	1,258,599	1,249,486	(9,113)	1,228,526	1,220,789	(7,737)
General Fund	113,916	38,280	(75,636)	96,716	22,452	(74,264)
State Special Revenue Fund	1,053,279	1,119,802	66,523	1,058,872	1,125,399	66,527
Federal Special Revenue Fund	91,404	91,404	0	72,938	72,938	0
Total Funding	1,258,599	1,249,486	(9,113)	1,228,526	1,220,789	(7,737)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reductions Reduction in personal services reflects holding positions vacant longer than initially anticipated. To the extent that the division can not accomplish the reduction with vacancy savings, operating expenses will be reduced. 	(9,113)	(7,737)
<ul style="list-style-type: none"> Expired R&D and Water Development Contracts One water development and four reclamation and development contracts, authorized in 1987, have either not been contracted or the contract has expired. The state special revenues which financed the contracts replaces a like amount of general fund. 	(66,523)	(66,527)

Department of Natural Resources & Conservation

Water Resources & Planning

5706-24

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	124.20	124.20	0.00	124.20	124.20	0.00
Personal Services	3,921,404	3,827,709	(93,695)	4,055,138	3,925,659	(129,479)
Operating Expenses	1,496,748	1,409,748	(87,000)	1,118,879	1,118,879	0
Equipment	415,107	415,107	0	79,107	79,107	0
Capital Outlay	8,487,925	8,387,925	(100,000)	0	0	0
Grants	18,000	18,000	0	18,000	18,000	0
Debt Service	12,926	12,926	0	12,926	12,926	0
Total Costs	14,352,110	14,071,415	(280,695)	5,284,050	5,154,571	(129,479)
General Fund	2,714,935	2,363,349	(351,586)	2,787,235	2,536,848	(250,387)
State Special Revenue Fund	4,486,537	4,527,428	40,891	2,441,973	2,562,881	120,908
Federal Special Revenue Fund	7,150,638	7,180,638	30,000	54,842	54,842	0
Total Funding	14,352,110	14,071,415	(280,695)	5,284,050	5,154,571	(129,479)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Vacant Positions Maintain approximately 7 positions vacant for the biennium to achieve the reduction. 	(93,695)	(129,479)
<ul style="list-style-type: none"> Missouri River Water Reservations Replace \$30,000 of water development funds with federal revenue for the contested-case hearings on applications for Missouri Basin water reservations. The \$30,000 of water development funds would then be used to replace \$30,000 of general fund in the FY92 budget. 	(30,000)	(0)
<ul style="list-style-type: none"> Water Rights Fees Replace \$80,000 of general fund with increased water rights state special revenue. The Board of Natural Resources and Conservation can increase water rights fees to more accurately reflect the cost of administering the water rights program. 	(0)	(80,000)
<ul style="list-style-type: none"> Water Development Funds The 8% recommended reduction within the Water Courts budget results in \$40,891 in FY92 and \$40,908 in FY93 of water development state special revenues which replaces like amounts of general fund in this division. 	(40,891)	(40,908)

ITEM	Biennial
<ul style="list-style-type: none"> Nevada Creek Dam Feasibility Study Replace \$100,000 of general fund with water development funds which finance the Nevada Creek Dam feasibility study. Underfunded personal services by the 1991 Legislature 	(100,000)

reduced the division's ability to complete all the work originally envisioned for Nevada Creek Dam this biennium.

- **Lower Missouri EIS** (87,000)
Replace \$87,000 of general fund with water development funds which finance the Lower Missouri River EIS. This action will require regular session legislation to extend the December 31, 1993 deadline for reservations in the Lower Missouri Basin.

**Department of Natural Resources & Conservation
Reserved Water Rights Compact Commission**

5706-25

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	12.00	12.00	0.00	12.00	12.00	0.00
Personal Services	382,514	355,745	(26,769)	398,052	398,052	0
Operating Expenses	68,634	68,634	0	69,935	69,935	0
Equipment	6,710	6,710	0	4,671	4,671	0
Debt Service	24,715	24,715	0	24,715	24,715	0
Total Costs	482,573	455,804	(26,769)	497,373	497,373	0
General Fund	164,472	137,703	(26,769)	170,136	170,136	0
State Special Revenue Fund	318,101	318,101	0	327,237	327,237	0
Total Funding	482,573	455,804	(26,769)	497,373	497,373	0

ITEM

FY92

FY93

- **Program Reductions** (26,769) (0)
The general fund reductions for both years will be achieved in FY92 through vacancy savings. There were 5.0 FTE vacant for the first quarter of FY92. Two of these positions were filled October 1st. By leaving one of the remaining three open through October and the remaining two open through December, the RWRCC will meet its total 8% reduction. Technical work on a second set of negotiations (Fort Belknap is currently in progress) will not begin until after these positions are filled.

Department of Natural Resources & Conservation

Energy Planning

5706-26

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	40.00	40.00	0.00	40.00	40.00	0.00
Personal Services	1,236,205	1,214,270	(21,935)	1,285,024	1,281,569	(3,455)
Operating Expenses	1,873,161	1,873,161	0	1,584,564	1,584,564	0
Equipment	10,469	10,469	0	11,854	11,854	0
Grants	332,500	332,500	0	421,500	421,500	0
Debt Service	5,096	5,096	0	5,096	5,096	0
Total Costs	3,457,431	3,435,496	(21,935)	3,308,038	3,304,583	(3,455)
General Fund	524,186	482,251	(41,935)	543,186	499,731	(43,455)
State Special Revenue Fund	1,688,364	1,708,364	20,000	1,263,763	1,303,763	40,000
Federal Special Revenue Fund	1,244,881	1,244,881	0	1,501,089	1,501,089	0
Total Funding	3,457,431	3,435,496	(21,935)	3,308,038	3,304,583	(3,455)

ITEM

	FY92	FY93
<ul style="list-style-type: none"> Program Reductions One vacant position will be left unfilled for the biennium. 	(21,935)	(3,455)
<ul style="list-style-type: none"> MFSA/MEPA Funding Shift Decrease general fund and increase state special revenue for additional fees associated with environmental assessments work on MFSA/MEPA projects. The general fund reduction will curtail rule making changes under the Major Facility Siting Act. 	(20,000)	(40,000)

**Department of Agriculture
Environmental Management Division**

6201-30

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	33.54	33.54	0.00	33.92	33.92	0.00
Personal Services	983,245	983,245	0	1,032,956	1,032,956	0
Operating Expenses	464,192	384,018	(80,174)	508,266	438,581	(69,685)
Equipment	152,000	152,000	0	95,028	95,028	0
Grants	1,242,694	1,242,694	0	1,245,576	1,245,576	0
Total Costs	2,842,131	2,761,957	(80,174)	2,881,826	2,812,141	(69,685)
General Fund	317,377	237,203	(80,174)	197,708	128,023	(69,685)
State Special Revenue Fund	2,187,514	2,187,514	0	2,339,819	2,339,819	0
Federal Special Revenue Fund	337,240	337,240	0	344,299	344,299	0
Total Funding	2,842,131	2,761,957	(80,174)	2,881,826	2,812,141	(69,685)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Contracted Services 	(80,174)	(69,685)
Reductions in pesticide education for retailers and homeowners, and ground water analyses.		

**Department of Agriculture
Agricultural Development**

6201-50

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	22.71	22.71	0.00	22.71	22.71	0.00
Personal Services	613,238	593,482	(19,756)	637,949	618,000	(19,949)
Operating Expenses	742,303	742,303	0	745,463	745,463	0
Equipment	6,340	6,340	0	6,300	6,300	0
Grants	1,001,936	1,001,936	0	1,001,936	1,001,936	0
Total Costs	2,363,817	2,344,061	(19,756)	2,391,648	2,371,699	(19,949)
General Fund	246,946	227,190	(19,756)	249,360	229,411	(19,949)
State Special Revenue Fund	1,766,493	1,766,493	0	1,780,644	1,780,644	0
Federal Special Revenue Fund	84,497	84,497	0	86,407	86,407	0
Expendable Trust Fund	265,881	265,881	0	275,237	275,237	0
Total Funding	2,363,817	2,344,061	(19,756)	2,391,648	2,371,699	(19,949)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Agricultural Counseling and Mediation Position 	(19,756)	(19,949)

This reduction will keep vacant one clerical position. The department will cross utilize staff from other programs to ensure that the federal matching requirements of this program will be met.

Department of Commerce

Department of Commerce
Montana Promotion Division

6501-52

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	17.33	17.33	0.00	17.33	17.33	0.00
Personal Services	494,115	494,115	0	515,926	515,926	0
Operating Expenses	3,737,063	3,737,063	0	3,732,314	3,732,314	0
Equipment	1,000	1,000	0	1,000	1,000	0
Local Assistance	1,601,882	1,601,882	0	1,920,088	1,920,088	0
Total Costs	5,834,060	5,834,060	0	6,169,328	6,169,328	0
State Special Revenue Fund	5,834,060	5,834,060	0	6,169,328	6,169,328	0
Total Funding	5,834,060	5,834,060	0	6,169,328	6,169,328	0
HB990	700000	644,000	(56,000)	0	0	0

ITEM

Biennial

- **HB 990 - Chapter No. 820** (56,000)
Biennial appropriation of \$700,000 for the Lewis and Clark Interpretive Center is reduced 8%

Department of Commerce
Community Development Bureau

6501-60

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	18.50	18.50	0.00	18.50	18.50	0.00
Personal Services	593,941	593,941	0	616,065	616,065	0
Operating Expenses	465,639	465,639	0	449,342	449,342	0
Equipment	5,062	5,062	0	5,156	5,156	0
Grants	23,104,351	22,604,351	(500,000)	23,114,554	21,614,554	(1,500,000)
Total Costs	24,168,993	23,668,993	(500,000)	24,185,117	22,685,117	(1,500,000)
General Fund	231,651	231,651	0	235,725	235,725	0
State Special Revenue Fund	2,804,821	2,304,821	(500,000)	2,806,712	1,306,712	(1,500,000)
Federal Special Revenue Fund	21,132,521	21,132,521	0	21,142,680	21,142,680	0
Total Funding	24,168,993	23,668,993	(500,000)	24,185,117	22,685,117	(1,500,000)

Coal severance taxes are statutorily distributed to the local impact account per the provisions of 15-35-108, MCA. The local impact account provides assistance to local governmental units which have been required to expand the provision of public services as a consequence of large-scale development of coal mines. Pursuant to 90-6-207, MCA, the Department of Commerce must designate priority communities. During the 1991 biennium, the department determined that no community in the state satisfied the statutory criteria for a priority community.

ITEM

FY92

FY93

- **Coal Board Grants** **(500,000)** **(1,500,000)**
 Language authority to transfer \$500,000 in fiscal year 1992 and \$1.5 million in fiscal year 1993 to the state general fund. During the 1993 biennium, the coal board would have approximately \$2.79 million of grant funds remaining.

INSTITUTIONS AND CULTURAL EDUCATION

INSTITUTIONS AND CULTURAL EDUCATION

Overview

Agency	--Actual--		--Appropriated--		--Recommended--		--Differences--		--Biennial % Change--	
	FY90	FY91	FY92	FY93	FY92	FY93	FY92	FY93	93 Rec/ 91 Act	93 Rec/ 93 Appr
5114 Montana Arts Council										
General Fund	131,169	125,803	144,231	128,020	136,371	121,522	(7,860)	(6,498)	0.4%	-5.3%
State Special	541,441	741,447	1,415,780	121,416	1,415,780	121,416	0	0	19.8%	0.0%
Federal Revenue	358,112	402,529	791,414	222,571	791,414	222,571	0	0	33.3%	0.0%
Total Funds	1,030,722	1,269,779	2,351,425	472,007	2,343,565	465,509	(7,860)	(6,498)	22.1%	-0.5%
5115 Library Commission										
General Fund	851,218	896,105	1,300,588	1,065,028	1,175,988	1,002,466	(124,600)	(62,562)	24.7%	-7.9%
State Special	727,680	726,397	470,586	403,934	470,586	403,934	0	0	-39.9%	0.0%
Federal Revenue	898,955	738,088	2,315,403	383,406	2,315,403	383,406	0	0	64.9%	0.0%
Total Funds	2,477,853	2,360,590	4,086,577	1,852,368	3,961,977	1,789,806	(124,600)	(62,562)	18.9%	-3.2%
5117 Historical Society										
General Fund	1,150,694	1,174,507	1,333,046	1,323,801	1,279,000	1,287,221	(54,046)	(36,580)	10.4%	-3.4%
State Special	235,190	200,920	271,442	200,035	239,733	167,598	(31,709)	(32,437)	-6.6%	-13.6%
Federal Revenue	439,092	386,791	640,548	619,716	647,066	628,210	6,518	8,494	54.4%	1.2%
Proprietary Fund	508,686	536,423	515,649	524,131	547,358	556,568	31,709	32,437	5.6%	6.2%
Total Funds	2,333,662	2,298,641	2,760,685	2,667,683	2,713,157	2,639,597	(47,528)	(28,086)	15.6%	-1.4%
6401 Corrections and Human Services										
General Fund	66,042,016	68,354,983	74,615,154	74,328,266	75,057,623	73,419,601	442,469	(908,665)	10.5%	-0.3%
State Special	5,117,418	5,333,398	6,227,402	6,263,419	6,267,551	6,304,497	40,149	41,078	20.3%	0.7%
Federal Revenue	4,672,325	5,736,095	5,003,276	4,358,296	5,093,641	4,452,276	90,365	93,980	-8.3%	2.0%
Proprietary Fund	2,020,879	2,585,990	3,446,480	3,144,975	3,446,480	3,144,975	0	0	43.1%	0.0%
Total Funds	77,852,638	82,010,466	89,292,312	88,094,956	89,865,295	87,321,349	572,983	(773,607)	10.8%	-0.1%

- **FY90 and FY91** actuals show **all** expenditures including statutory appropriations and budget amendments.
- **FY92 and FY93** appropriated include current appropriations, **excluding** budget amendments, administrative authorizations, and some statutory and continuing appropriations.

Montana Arts Council
Promotion of the Arts

5114-01

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	7.97	7.97	0.00	7.97	7.97	0.00
Personal Services	240,655	240,655	0	249,105	249,105	0
Operating Expenses	218,371	212,891	(5,480)	202,902	196,404	(6,498)
Equipment	1,797	1,797	0	0	0	0
Grants	593,600	591,220	(2,380)	20,000	20,000	0
Total Costs	1,054,423	1,046,563	(7,860)	472,007	465,509	(6,498)
General Fund	143,309	135,449	(7,860)	128,020	121,522	(6,498)
State Special Revenue Fund	119,700	119,700	0	121,416	121,416	0
Federal Special Revenue Fund	791,414	791,414	0	222,571	222,571	0
Total Funding	1,054,423	1,046,563	(7,860)	472,007	465,509	(6,498)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Promotion of the Arts Contracted services are reduced. 	(3,480)	(6,498)
<ul style="list-style-type: none"> Artists in Schools Projects are reduced 13.2% in FY92 only. 	(2,000)	(0)
<ul style="list-style-type: none"> Local Community Grants Grants are reduced 11.9% in FY92 only. 	(2,380)	(0)

**Montana State Library
State Library Operations**

5115-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	25.50	25.50	0.00	25.50	25.50	0.00
Personal Services	694,206	686,914	(7,292)	720,479	708,074	(12,405)
Operating Expenses	388,848	354,587	(34,261)	352,206	321,349	(30,857)
Equipment	144,434	125,344	(19,090)	147,506	128,206	(19,300)
Grants	1,890,012	1,826,055	(63,957)	367,148	367,148	0
Total Costs	3,117,500	2,992,900	(124,600)	1,587,339	1,524,777	(62,562)
General Fund	1,299,666	1,175,066	(124,600)	1,065,028	1,002,466	(62,562)
State Special Revenue Fund	167,431	167,431	0	153,905	153,905	0
Federal Special Revenue Fund	1,650,403	1,650,403	0	368,406	368,406	0
Total Funding	3,117,500	2,992,900	(124,600)	1,587,339	1,524,777	(62,562)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Library Operations State library operations will achieve some vacancy savings and reduce supplies, travel, communications, and equipment. 	(60,643)	(62,562)
<ul style="list-style-type: none"> State Aid to Libraries General fund grants for libraries are reduced, leaving a 5.9% increase over the 1991 biennium grants and an 86.8% increase over the 1989 biennium grants. 	(63,957)	(0)

**Montana Historical Society
Administration Program**

5117-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	13.50	13.50	0.00	13.50	13.50	0.00
Personal Services	378,867	377,351	(1,516)	392,923	391,576	(1,347)
Operating Expenses	274,240	272,032	(2,208)	260,003	258,328	(1,675)
Total Costs	653,107	649,383	(3,724)	652,926	649,904	(3,022)
General Fund	531,904	528,180	(3,724)	529,154	526,132	(3,022)
State Special Revenue Fund	85,700	85,700	0	86,965	86,965	0
Federal Special Revenue Fund	35,503	35,503	0	36,807	36,807	0
Total Funding	653,107	649,383	(3,724)	652,926	649,904	(3,022)

ITEM	FY92	FY93
<ul style="list-style-type: none"> General Savings Reduction of capital tours and travel. 	(3,724)	(3,022)

**Montana Historical Society
Library Program**

5117-02

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	13.50	13.50	0.00	13.50	13.50	0.00
Personal Services	383,802	382,788	(1,014)	398,027	396,702	(1,325)
Operating Expenses	56,536	55,536	(1,000)	56,415	55,415	(1,000)
Equipment	11,260	11,260	0	11,774	11,774	0
Total Costs	451,598	449,584	(2,014)	466,216	463,891	(2,325)
General Fund	420,864	418,850	(2,014)	434,754	432,429	(2,325)
State Special Revenue Fund	30,734	3,146	(27,588)	31,462	3,146	(28,316)
Proprietary Fund	0	27,588	27,588	0	28,316	28,316
Total Funding	451,598	449,584	(2,014)	466,216	463,891	(2,325)

ITEM	FY92	FY93
<ul style="list-style-type: none"> General Savings Personal services vacancy savings and travel reductions. 	(2,014)	(2,325)
<ul style="list-style-type: none"> Funding Shift 	(0)	(0)

Department of Administration, Accounting Division, determined and the Office of Budget and Program Planning concurred that a reclassification of funds earned by sale of photographic/photo copies is more properly proprietary revenue than the current designation of state special revenue. A state special/proprietary fund shift of \$27,588 in FY92 and \$28,316 in FY93 is necessary to correctly classify the funds.

**Montana Historical Society
Museum Program**

5117-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	6.50	6.50	0.00	6.50	6.50	0.00
Personal Services	179,036	173,701	(5,335)	186,557	175,293	(11,264)
Operating Expenses	66,636	55,456	(11,180)	66,682	55,482	(11,200)
Equipment	30,275	5,000	(25,275)	275	0	(275)
Total Costs	275,947	234,157	(41,790)	253,514	230,775	(22,739)
General Fund	252,339	210,549	(41,790)	229,906	207,167	(22,739)
State Special Revenue Fund	23,608	19,487	(4,121)	23,608	19,487	(4,121)
Proprietary Fund	0	4,121	4,121	0	4,121	4,121
Total Funding	275,947	234,157	(41,790)	253,514	230,775	(22,739)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Museum & Galleries Eliminate a tour guide for the Original Governor's Mansion tours and cancel rotating and new travel exhibits for a savings of \$11,344 in FY92 and \$11,475 in FY93. 	(16,790)	(22,739)
<ul style="list-style-type: none"> Electronic Security A \$30,000 modification approved by the 1991 Legislature is reduced; \$5,000 has already been spent for radios. 	(25,000)	(0)
<ul style="list-style-type: none"> Funding Shift Department of Administration, Accounting Division, determined and the Office of Budget and Program Planning concurred that a reclassification of funds earned by sale of photographic/photo copies is more properly proprietary revenue than the current designation of state special revenue. A state special/proprietary fund shift of \$4,121 each year of the 1993 biennium is necessary to correctly classify the funds. 	(0)	(0)

**Montana Historical Society
Historical Sites Preservation**

5117-06

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	7.50	7.50	0.00	7.50	7.50	0.00
Personal Services	231,817	231,817	0	240,585	240,585	0
Operating Expenses	66,976	66,976	0	62,994	62,994	0
Equipment	19,438	19,438	0	8,157	8,157	0
Grants	350,000	350,000	0	350,000	350,000	0
Total Costs	668,231	668,231	0	661,736	661,736	0
General Fund	76,922	70,404	(6,518)	78,827	70,333	(8,494)
Federal Special Revenue Fund	591,309	597,827	6,518	582,909	591,403	8,494
Total Funding	668,231	668,231	0	661,736	661,736	0

ITEM

	FY92	FY93
• Historic Sites Funding Shift	(6,518)	(8,494)
General fund for historic sites is replaced with a like amount of federal revenue from the Administration Jobs bill.		

Department of Corrections & Human Services

**Department of Corrections & Human Services
Central Operations Division**

6401-10

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	45.00	45.00	0.00	45.00	45.00	0.00
Personal Services	1,440,637	1,399,418	(41,219)	1,489,497	1,489,337	(16,000)
Operating Expenses	442,222	440,870	(1,352)	280,216	280,056	(160)
Equipment	25,286	25,177	(109)	3,059	3,059	0
Debt Service	113,169	113,169	0	112,465	112,385	(80)
Total Costs	2,021,314	1,978,634	(42,680)	1,885,237	1,868,997	(16,240)
General Fund	1,964,814	1,922,134	(42,680)	1,885,237	1,868,997	(16,240)
State Special Revenue Fund	41,150	41,150	0	0	0	0
Federal Special Revenue Fund	8,512	8,512	0	0	0	0
Proprietary Fund	6,838	6,838	0	0	0	0
Total Funding	2,021,314	1,978,634	(42,680)	1,885,237	1,868,997	(16,240)

ITEM

	FY92	FY93
• General Savings	(42,680)	(16,240)

The FY92 reductions include \$41,219 in personal services, \$1,352 in operating, and \$109 in equipment. FY93 includes \$16,000 in personal services, \$160 in operating, and \$80 in leases.

- **Language Recommended** (0) (0)
The Department of Corrections and Human Services is granted an exemption from personal services transfer restrictions in HB2. The exemption will allow the flexibility necessary to manage programs effectively.

**Department of Corrections & Human Services
Corrections System**

6401-20

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	599.69	599.69	0.00	610.29	610.29	0.00
Personal Services	17,490,406	17,552,748	460,528	18,439,026	18,420,452	(18,574)
Operating Expenses	12,424,287	12,486,629	62,342	10,762,108	10,527,108	(235,000)
Equipment	587,517	587,517	0	423,220	423,220	0
Capital Outlay	16,500	16,500	0	16,500	16,500	0
Debt Service	1,154	1,154	0	888	888	0
Total Costs	30,519,864	31,042,734	522,870	29,641,742	29,388,168	(253,574)
General Fund	25,883,169	26,406,039	522,870	24,973,224	24,719,650	(253,574)
State Special Revenue Fund	1,363,694	1,363,694	0	1,367,364	1,367,364	0
Federal Special Revenue Fund	155,734	155,734	0	156,179	156,179	0
Proprietary Fund	3,117,267	3,117,267	0	3,144,975	3,144,975	0
Total Funding	30,519,864	31,042,734	522,870	29,641,742	29,388,168	(253,574)

In addition to the decreases outlined in the Corrections System, the corrections program is substantially impacted by the rising population and the cost of medical care in correctional institutions. The Department of Corrections and Human Services (DCHS) estimates a corrections medical increase of \$872,885 in the biennium, resulting in the need for additional funding in FY93. Other population increase costs of \$920,938 in FY92 and \$1,595,931 in FY93 are projected.

- | ITEM | FY92 | FY93 |
|-----------------------------|-----------|------|
| • Community Services | (670,067) | (0) |
- Delayed implementation of selected portions of approved modifications in FY92 only: Pre-release expansion \$264,155; House Arrest \$45,000; Intensive Supervision Program expansion \$22,142; Graduated Sanctions \$66,120; Women's Pre-release \$237,379; and Probation and Parole enhancements \$35,271. The balance remaining for expanded community services is \$314,507 in FY92 and \$911,434 FY93.

- Local Jurisdiction Sentencing Options** (17,312) (0)
 Modification approved by 1991 Legislature is reduce 100% in FY92 only.
- General Savings** (18,574) (18,574)
 Workers compensation rate adjustments are reflected in personal services of \$18,574 each year of the 1993 biennium.
- License Plate Factory** (280,000) (235,000)
 Surplus funding, due primarily to a decreased price of aluminum for the license plate plant, will enable reduced supplies, repair, and maintenance.
- Population Increase** 820,938 (0)
 An increase is included in the Corrections program due to increased population throughout the corrections system.
- Corrections Medical** 622,885 (0)
 Increase in medical expenditures due to increased population and medical costs rising faster than inflation.
- Technical Advisor to Montana State Prison** 65,000 (0)
 A biennial appropriation is needed for an on-site professional to perfect the technical operation at the prison to enhance security, inmate classification, inmate grievance procedures, and overall prison policies and procedures.
- Language Recommended** (0) (0)
 The DCHS is granted an exemption from personal services transfer restrictions in HB2. The exemption will allow the flexibility necessary to manage programs effectively.

**Department of Corrections & Human Services
Mental Health System**

6401-30

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	784.78	784.78	0.00	784.53	784.53	0.00
Personal Services	22,629,314	22,429,314	(200,000)	23,568,649	22,768,649	(800,000)
Operating Expenses	4,717,209	4,734,129	16,920	4,802,124	4,819,044	16,920
Equipment	78,012	78,012	0	77,637	77,637	0
Grants	5,697,715	5,697,715	0	5,806,223	5,806,223	0
Total Costs	33,122,250	32,939,170	(183,080)	34,254,633	33,471,553	(783,080)
General Fund	30,954,705	30,754,705	(200,000)	32,156,194	31,356,194	(800,000)
State Special Revenue Fund	749,552	766,472	16,920	774,717	791,637	16,920
Federal Special Revenue Fund	1,417,993	1,417,993	0	1,323,722	1,323,722	0
Total Funding	33,122,250	32,939,170	(183,080)	34,254,633	33,471,553	(783,080)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Galen Program Changes Move the acute care hospital to Montana State Hospital on the Warm Springs campus and change its license to infirmary level of care and reduce the nursing home to 35 beds. 	(200,000)	(800,000)
<ul style="list-style-type: none"> Montana State Hospital Canteen Due to product price increases, the Montana State Hospital canteen is unable to maintain adequate inventory with the currently authorized spending level. The adjustment of \$16,920 is made in the state special revenue fund each year of the 1993 biennium. 	(0)	(0)
<ul style="list-style-type: none"> Language Recommended The Department of Corrections and Human Services (DCHS) is granted exemption from personal services transfer restrictions in HB2. The exemption will allow the flexibility necessary to manage programs effectively. 	(0)	(0)
<ul style="list-style-type: none"> Fund Balance DCHS may transfer any unexpended balance of the Mental Health general fund appropriation from FY92 to FY93 to allow flexibility in complying with legal and program mandates. 	(0)	(0)

**Department of Corrections & Human Services
Chemical Dependency System**

6401-40

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	59.65	59.65	0.00	59.65	59.65	0.00
Personal Services	1,742,563	1,739,111	(3,452)	1,815,984	1,812,532	(3,452)
Operating Expenses	213,806	237,035	23,229	141,944	166,102	24,158
Equipment	738	738	0	307	307	0
Grants	2,588,392	2,588,392	0	2,141,176	2,141,176	0
Total Costs	4,545,499	4,565,276	19,777	4,099,411	4,120,117	20,706
General Fund	262,396	258,944	(3,452)	288,213	284,761	(3,452)
State Special Revenue Fund	1,651,582	1,674,811	23,229	1,696,372	1,720,530	24,158
Federal Special Revenue Fund	2,631,521	2,631,521	0	2,114,826	2,114,826	0
Total Funding	4,545,499	4,565,276	19,777	4,099,411	4,120,117	20,706

ITEM	FY92	FY93
<ul style="list-style-type: none"> Personal Services Workers compensation rate adjustments are reflected in personal services of \$3,452 each year of the biennium. 	(3,452)	(3,452)
<ul style="list-style-type: none"> Inflation Adjustment When Galen was restored in the 1993 biennium budget by the 1991 Legislature, operating expenses for chemical dependency services were placed in the Mental Health Division and funded at the FY90 level without the necessary inflationary increases. The budget is adjusted correctly in the state special fund by \$23,229 in FY92 and \$24,158 in FY93. 	(0)	(0)
<ul style="list-style-type: none"> Language Recommended The Department of Corrections and Human Services is granted an exemption from personal services transfer restrictions in HB2. The exemption will allow the flexibility necessary to manage programs effectively. 	(0)	(0)

**Department of Corrections & Human Services
Developmental Disability System**

6401-50

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	476.81	499.71	22.90	431.93	459.43	27.50
Personal Services	12,692,106	12,935,759	243,653	11,989,514	12,235,652	246,138
Operating Expenses	1,779,643	1,799,410	19,767	1,839,954	1,859,721	19,767
Equipment	92,285	92,285	0	97,759	97,759	0
Debt Service	36,444	36,444	0	30,872	30,872	0
Total Costs	14,600,478	14,863,898	263,420	13,958,099	14,224,004	265,905
General Fund	14,556,275	14,819,695	263,420	13,925,408	14,191,313	265,905
State Special Revenue Fund	30,227	30,227	0	30,251	30,251	0
Federal Special Revenue Fund	13,976	13,976	0	2,440	2,440	0
Total Funding	14,600,478	14,863,898	263,420	13,958,099	14,224,004	265,905

In addition to the decreases outlined in the Developmental Disability System, staffing levels were increased at Montana Development Center (MDC) 21.90 FTE in FY92 and 26.50 FTE in FY93 and Eastmont Human Services Center (EHSC) 1.00 FTE each year of the 1993 biennium. Subsequent to Medicaid surveys in FY91, the program was cited for inadequate staffing levels. Adjustments were made for staff deficiencies necessary to continue to meet Medicaid certification requirements.

Unanticipated increases in service contracts at EHSC are required for Medicaid certification (i.e. medical, dental, pharmacy, occupational therapy and laundry).

ITEM	FY92	FY93
<ul style="list-style-type: none"> General Savings Workers compensation rate adjustments are reflected in personal services of \$160,858 each year of the 1993 biennium. 	(160,858)	(160,858)
<ul style="list-style-type: none"> Program Staffing Levels Increase in staffing levels necessary to comply with federal regulations. 	404,511	406,996
<ul style="list-style-type: none"> Service Contracts Unanticipated increases in service contracts at EHSC. 	19,767	19,767
<ul style="list-style-type: none"> Language Recommended The Department of Corrections and Human Services is granted an exemption from personal services transfer restrictions in HB2. The exemption will allow the flexibility necessary to manage programs effectively. 	(0)	(0)

**Department of Corrections & Human Services
Veterans' Nursing Home Program**

6401-60

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	85.89	85.89	0.00	85.89	85.89	0.00
Personal Services	2,166,317	2,158,993	(7,324)	2,268,001	2,260,677	(7,324)
Operating Expenses	681,778	681,778	0	732,309	732,309	0
Equipment	6,082	6,082	0	5,524	5,524	0
Total Costs	2,854,177	2,846,853	(7,324)	3,005,834	2,998,510	(7,324)
General Fund	986,584	888,895	(97,689)	1,099,990	998,686	(101,304)
State Special Revenue Fund	1,106,550	1,106,550	0	1,144,715	1,144,715	0
Federal Special Revenue Fund	761,043	851,408	90,365	761,129	855,109	93,980
Total Funding	2,854,177	2,846,853	(7,324)	3,005,834	2,998,510	(7,324)

ITEM	FY92	FY93
<ul style="list-style-type: none"> General Savings Workers compensation rate adjustments are reflected in personal services of \$7,324 each year of the biennium. 	(7,324)	(7,324)
<ul style="list-style-type: none"> Funding Shift A general fund reduction is offset by federal revenue for Veteran's Administration per diem rates. 	(90,365)	(93,980)
<ul style="list-style-type: none"> Language Recommended 	(0)	(0)

The Department of Corrections and Human Services is granted an exemption from personal services transfer restrictions in HB2. The exemption will allow the flexibility necessary to manage programs effectively.

EDUCATION

EDUCATION

Agency	Overview									
	--Actual--		--Appropriated--		--Recommended--		--Differences--		--Biennial % Change--	
	FY90	FY91	FY92	FY93	FY92	FY93	FY92	FY93	93 Rec/ 91 Act	93 Rec/ 93 Appr
3501 Office of Public Instruction										
General Fund	45,056,328	44,965,256	50,636,163	44,214,096	91,054,676	43,808,333	40,418,513	(405,763)	49.8%	42.2%
State Special	263,543,708	368,546,189	371,178,842	371,104,692	371,178,842	371,104,692	0	0	17.4%	0.0%
Federal Revenue	7,472,249	7,391,231	13,536,480	4,244,630	13,536,480	4,244,630	0	0	19.6%	0.0%
Proprietary Fund	801,603	854,948	996,089	938,239	996,089	938,239	0	0	16.8%	0.0%
Total Funds	316,873,888	421,757,624	436,347,574	420,501,657	476,766,087	420,095,894	40,418,513	(405,763)	21.4%	4.7%
5101 Board of Public Education										
General Fund	125,014	105,859	122,092	119,282	112,331	109,739	(9,761)	(9,543)	-3.8%	-8.0%
State Special	64,773	68,153	154,972	156,001	161,481	165,544	6,509	9,543	146.0%	5.2%
Total Funds	189,787	174,012	277,064	275,283	273,812	275,283	(3,252)	0	50.9%	-0.6%
5102 Montana University System										
General Fund	103,714,587	112,175,210	130,387,404	131,878,910	128,221,882	117,741,022	(2,165,522)	(14,137,888)	13.9%	-6.2%
State Special	15,083,480	14,300,423	12,998,124	13,258,599	12,998,124	13,258,599	0	0	-10.6%	0.0%
Federal Revenue	6,744,603	6,611,068	7,659,040	7,682,698	7,659,040	7,682,698	0	0	14.9%	0.0%
Proprietary Fund	10,384,223	11,378,573	13,906,294	16,194,510	13,906,294	16,194,510	0	0	38.3%	0.0%
Current Unrestricted	148,344,647	157,981,922	172,071,114	174,578,261	172,071,114	174,578,261	0	0	13.2%	0.0%
Total Funds	284,271,540	302,447,196	337,021,976	343,592,978	334,856,454	329,455,090	(2,165,522)	(14,137,888)	13.2%	-2.4%
5113 School for the Deaf and Blind										
General Fund	2,367,325	2,635,060	2,761,646	2,805,030	2,704,767	2,738,477	(56,879)	(66,553)	8.8%	-2.2%
State Special	160,042	184,100	170,000	170,000	190,000	190,000	20,000	20,000	10.4%	11.8%
Federal Revenue	184,723	188,002	165,482	165,447	165,482	165,447	0	0	-11.2%	0.0%
Total Funds	2,712,090	3,007,162	3,097,128	3,140,477	3,060,249	3,093,924	(36,879)	(46,553)	7.6%	-1.3%
5116 Council on Vocational Education										
Federal Revenue	127,688	130,577	174,617	173,106	174,617	173,106	0	0	34.6%	0.0%

- **FY90 and FY91** actuals show all expenditures including statutory appropriations and budget amendments.
- **FY92 and FY93** appropriated include current appropriations, excluding budget amendments, administrative authorizations, and some statutory and continuing appropriations.
- **Supplemental for public school foundation and guaranteed tax base.** General fund of \$41.534 million is added to offset the revenue shortfalls of \$29.39 million, increased costs of \$.936 million, and appropriations of \$11.208 million in excess of estimated revenue made by the legislature in the 1991 session. The current revenue shortfall of \$33.89 has already been reduced to the \$29.39 million by the recommended addition of \$4.5 million of revenue from timber sales.
- **Montana University System** - FY92 appropriated column does not include the \$3 million general fund capital projects, which would increase the 1991 actual to 1993 recommended change to 15.2%. Reductions are shown only to the general fund appropriations, although under the

College and University Business Administration (CUBA) fund structure, general fund is combined with tuition, 6-mill levy and other revenue in the current unrestricted fund. The \$4.673 million general fund reduction is not included, based upon action of the Board of Regents to substitute a tuition surcharge, which would be an increase to the current unrestricted fund, and the executive budget recommendation to offset this with the liquor stores recommendation and general fund.

Office of Public Instruction

Office of Public Instruction
OPI Administration

3501-06

Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	140.23	140.23		140.23	140.23	
Personal Services	4,673,118	4,351,071	(322,047)	4,823,955	4,512,592	(311,363)
Operating Expenses	3,934,137	3,914,137	(20,000)	3,521,358	3,501,358	(20,000)
Equipment	228,612	178,612	(50,000)	118,296	68,296	(50,000)
Grants	400,800	400,800	0	406,800	406,800	0
Transfers	435,074	435,074	0	435,121	435,121	0
Total Costs	9,671,741	9,279,694	(392,047)	9,305,530	8,924,167	(381,363)
General Fund	3,850,150	3,458,103	(392,047)	3,719,807	3,338,444	(381,363)
State Special Revenue Fund	483,665	483,665	0	402,854	402,854	0
Federal Special Revenue Fund	4,344,880	4,344,880	0	4,244,630	4,244,630	0
Proprietary Fund	993,046	993,046	0	938,239	938,239	0
Total Funding	9,671,741	9,279,694	(392,047)	9,305,530	8,924,167	(381,363)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Personal Services HB2 contained only 2% vacancy savings and added \$1 million general fund for a 10.50 FTE increase during the 1993 biennium. Reduction reflects holding positions vacant longer than initially anticipated and not filling all of the new positions. Operating expenses may be reduced if the full vacancy savings is not achieved. 	(322,047)	(311,363)
<ul style="list-style-type: none"> Operating Expenses Reductions 	(20,000)	(20,000)
<ul style="list-style-type: none"> Equipment Reductions 	(50,000)	(50,000)

**Office of Public Instruction
Distribution to Public Schools**

3501-09

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE						
Local Assistance	48,223,179	89,248,259	41,025,080	44,408,209	44,383,809	(24,400)
Grants	9,191,600	9,191,600	0	0	0	0
Total Costs	57,414,779	98,439,859	41,025,080	44,408,209	44,383,809	(24,400)
General Fund	44,315,013	85,340,093	41,025,080	40,493,752	40,469,352	(24,400)
State Special Revenue Fund	3,908,166	3,908,166	0	3,914,457	3,914,457	0
Federal Special Revenue Fund	9,191,600	9,191,600	0	0	0	0
Total Funding	57,414,779	98,439,859	41,025,080	44,408,209	44,383,809	(24,400)
HB999	2,471,000	2,256,480	(214,520)	0	0	0

ITEM	FY92	FY93
<ul style="list-style-type: none"> Distribution to Public Schools <p>The following programs containing general fund for distribution to public schools are reduced by 8%: Gifted and Talented and Impact Aid. Secondary Vo-Ed is reduced by 15%.</p> 	(294,400)	(24,400)
<ul style="list-style-type: none"> Special Education Contingency <p>The biennial appropriation of \$2,031,699 is reduced by 10.56%.</p> 	(214,520)	(0)
<ul style="list-style-type: none"> HB999 - Chapter No. 765 <p>The biennial appropriation of \$2,471,000 is reduced by 8.68%.</p> 	(214,520)	(0)
<ul style="list-style-type: none"> School Foundation and Guaranteed Tax Base <p>General fund of \$41.534 million is added to offset the revenue shortfalls of \$29.39 million, increased costs of \$.936 million, and appropriations of \$11.208 million in excess of estimated revenue made by the legislature in the 1991 session. The amount of the revenue shortfall has already been reduced from \$33.89 million to \$29.39 million for the recommended addition of \$4.5 million of I & I revenue from timber sales.</p> 	41,534,000	(0)

Billings Vo-Tech

All Programs

3511-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	42.89	42.89		42.89	42.89	
Personal Services	1,531,352	1,521,579	(9,773)	1,518,791	1,377,646	(141,145)
Operating Expenses	384,298	384,298	0	368,725	368,725	0
Equipment	75,000	75,000	0	108,566	108,566	0
Total Costs	1,990,650	1,980,877	(9,773)	1,996,082	1,854,937	(141,145)
Current Unrestricted Fund	1,990,650	1,980,877	(9,773)	1,996,082	1,854,937	(141,145)
Total Funding	1,990,650	1,980,877	(9,773)	1,996,082	1,854,937	(141,145)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(9,773)	(141,145)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill. 	(65,699)	(0)

**Butte Vo-Tech
All Programs**

3512-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	38.65	38.65		38.65	38.65	
Personal Services	1,456,003	1,444,660	(11,343)	1,489,096	1,321,040	(168,056)
Operating Expenses	307,891	307,891	0	315,323	315,323	0
Equipment	99,326	99,326	0	99,326	99,326	0
Debt Service	10,124	10,124	0	10,124	10,124	0
Total Costs	1,873,344	1,862,001	(11,343)	1,913,869	1,745,813	(168,056)
Current Unrestricted Fund	1,873,344	1,862,001	(11,343)	1,913,869	1,745,813	(168,056)
Total Funding	1,873,344	1,862,001	(11,343)	1,913,869	1,745,813	(168,056)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(11,343)	(168,056)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill. 	(57,598)	(0)

Great Falls Vo-Tech

All Programs

3513-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	57.30	57.30		57.30	57.30	
Personal Services	1,872,871	1,860,351	(12,520)	1,890,104	1,702,424	(187,680)
Operating Expenses	415,390	415,390	0	460,664	460,664	0
Equipment	13,000	13,000	0	13,000	13,000	0
Total Costs	2,301,261	2,288,741	(12,520)	2,363,768	2,176,088	(187,680)
Current Unrestricted Fund	2,301,261	2,288,741	(12,520)	2,363,768	2,176,088	(187,680)
Total Funding	2,301,261	2,288,741	(12,520)	2,363,768	2,176,088	(187,680)

ITEM

FY92

FY93

- Program Reduction** (12,520) (187,680)
FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS.
- Tuition Funding Switch** (103,813) (0)
General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill.

Helena Vo-Tech

Helena Vo-Tech

All Programs

3514-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	79.96	79.96		79.96	79.96	
Personal Services	2,502,398	2,486,610	(15,788)	2,561,393	2,335,978	(225,415)
Operating Expenses	826,713	826,713	0	881,163	881,163	0
Equipment	13,000	13,000	0	13,000	13,000	0
Total Costs	3,342,111	3,326,323	(15,788)	3,455,556	3,230,141	(225,415)
Current Unrestricted Fund	3,342,111	3,326,323	(15,788)	3,455,556	3,230,141	(225,415)
Total Funding	3,342,111	3,326,323	(15,788)	3,455,556	3,230,141	(225,415)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(15,788)	(225,415)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill. 	(92,580)	(0)

Missoula Vo-Tech

Missoula Vo-Tech						
All Programs						
3515-00						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	63.28	63.28		63.28	63.28	
Personal Services	2,251,025	2,234,924	(16,101)	2,229,219	2,001,096	(228,123)
Operating Expenses	466,762	466,762	0	455,947	455,947	0
Equipment	114,614	114,614	0	114,614	114,614	0
Total Costs	2,832,401	2,816,300	(16,101)	2,799,780	2,571,657	(228,123)
Current Unrestricted Fund	2,832,401	2,816,300	(16,101)	2,799,780	2,571,657	(228,123)
Total Funding	2,832,401	2,816,300	(16,101)	2,799,780	2,571,657	(228,123)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(16,101)	(228,123)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill. 	(97,310)	(0)

Board of Public Education
Administration

5101-01

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	2.00	2.00		2.00	2.00	
Personal Services	81,316	81,316	0	83,066	83,066	0
Operating Expenses	40,452	37,200	(3,252)	35,966	35,966	0
Equipment	250	250	0	250	250	0
Total Costs	122,018	118,766	(3,252)	119,282	119,282	0
General Fund	122,018	112,257	(9,761)	119,282	109,739	(9,543)
State Special Revenue	0	6,509	6,509	0	9,543	9,543
Total Funding	122,018	118,766	(3,252)	119,282	119,282	0

ITEM	FY92	FY93
<ul style="list-style-type: none"> Contested Cases Hearings The board received a biennial appropriation of \$3,252 for additional hearings for contested cases regarding accreditation status which will not be needed. 	(3,252)	(0)
<ul style="list-style-type: none"> Funding Switch General fund is reduced and state special revenue is added in a like amount for Advisory Council administrative costs. 	(6,509)	(9,543)

Commissioner of Higher Education

All Programs

5102-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	16.85	16.85		16.35	16.35	
Personal Services	956,880	648,967	(307,913)	1,018,984	326,985	(691,999)
Operating Expenses	480,646	480,646	0	417,745	417,745	0
Equipment	7,100	7,100	0	6,000	6,000	0
Grants	7,096,097	7,096,097	0	7,158,248	7,158,248	0
Local Assistance	71,500	71,500	0	75,800	75,800	0
Transfers	3,278,447	3,278,447	0	3,127,953	3,127,953	0
Total Costs	11,890,670	11,582,757	(307,913)	11,804,730	11,112,731	(691,999)
General Fund	6,492,627	6,184,714	(307,913)	6,420,824	5,728,825	(691,999)
Federal Special Revenue Fund	5,398,043	5,398,043	0	5,383,906	5,383,906	0
Total Funding	11,890,670	11,582,757	(307,913)	11,804,730	11,112,731	(691,999)

The total general fund reduction for the Montana University System (MUS) is \$2,165,522 in FY92 and \$14,137,888 in FY93, as shown on the individual agency tables. The original FY92 target 8% reduction of \$10,427,151 was decreased and the FY93 amount was increased to the \$14.1 million by request of the CHE in order to allow lead time for planning purposes.

After the Board of Regents adopted a tuition increase at its October, 1991, meeting to replace \$4.673 million of the reduced general fund cut, the Special Session call recommended replacing this tuition amount with revenue generated by a liquor stores initiative and any remaining balance required with general fund.

The respective MUS tables show the FY92 reductions as allocated and adopted by the Board of Regents October 31. The FY93 reductions recommended are distributed as a proportionate share of the total general fund appropriated for the MUS by the 1991 Legislature. All reductions are shown in personal services to enable the Board of Regents to adopt revised operating budgets in accordance with substantive law and HB2 boilerplate provisions.

ITEM	FY92	FY93
• CHE Reduction	(307,913)	(691,999)

**Commissioner of Higher Education
Community College Assistance**

5102-04

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE						
Local Assistance	3,815,856	3,663,222	(152,634)	4,215,246	3,760,952	(454,294)
Total Costs	3,815,856	3,663,222	(152,634)	4,215,246	3,760,952	(454,294)
General Fund	3,815,856	3,663,222	(152,634)	4,215,246	3,760,952	(454,294)
Total Funding	3,815,856	3,663,222	(152,634)	4,215,246	3,760,952	(454,294)

Transfers includes only the general fund appropriated by the 1991 Legislature for the three community colleges. The recommended reductions are listed below.

ITEM	FY92	FY93
• Dawson Community College	(32,356)	(96,302)
• Flathead Valley Community College	(81,673)	(243,089)
• Miles City Community College	(38,605)	(114,903)

University of Montana

**University of Montana
All Programs**

5103-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	1,033.03	1,033.03		1,033.03	1,033.03	
Personal Services	33,609,251	33,158,068	(451,183)	34,508,534	31,223,089	(3,285,445)
Operating Expenses	12,361,066	12,361,066	0	11,639,849	11,639,849	0
Equipment	281,715	281,715	0	877,253	877,253	0
Total Costs	46,252,032	45,800,849	(451,183)	47,025,636	43,740,191	(3,285,445)
Current Unrestricted Fund	46,252,032	45,800,849	(451,183)	47,025,636	43,740,191	(3,285,445)
Total Funding	46,252,032	45,800,849	(451,183)	47,025,636	43,740,191	(3,285,445)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(451,183)	(3,285,445)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill. 	(1,424,000)	(0)

Montana State University

Montana State University						
All Programs						
5104-00						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	1,106.94	1,106.94		1,119.20	1,119.20	
Personal Services	41,452,547	40,899,287	(553,260)	43,045,240	38,923,052	(4,122,188)
Operating Expenses	10,766,350	10,766,350	0	10,797,848	10,797,848	0
Equipment	2,832,881	2,832,881	0	1,932,881	1,932,881	0
Total Costs	55,051,778	54,498,518	(553,260)	55,775,969	51,653,781	(4,122,188)
Current Unrestricted Fund	55,051,778	54,498,518	(553,260)	55,775,969	51,653,781	(4,122,188)
Total Funding	55,051,778	54,498,518	(553,260)	55,775,969	51,653,781	(4,122,188)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(553,260)	(4,122,188)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill. 	(1,610,000)	(0)

Montana College of Mineral Science & Technology

Montana College of Mineral Science & Technology

All Programs

5105-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	208.60	208.60		208.60	208.60	
Personal Services	7,427,652	7,311,530	(116,122)	7,682,307	6,835,484	(846,823)
Operating Expenses	2,698,265	2,698,265	0	2,671,661	2,671,661	0
Equipment	360,104	360,104	0	308,114	308,114	0
Total Costs	10,486,021	10,369,899	(116,122)	10,662,082	9,815,259	(846,823)
Current Unrestricted Fund	10,486,021	10,369,899	(116,122)	10,662,082	9,815,259	(846,823)
Total Funding	10,486,021	10,369,899	(116,122)	10,662,082	9,815,259	(846,823)

ITEM

FY92

FY93

- Program Reduction** (116,122) (846,823)
FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS.
- Tuition Funding Switch** (247,000) (0)
General fund decrease/tuition increase adopted by the Board of Regents,. to be reversed contingent upon passage of the liquor store conversion bill.

Eastern Montana College

Eastern Montana College

All Programs

5106-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	346.97	346.97		346.97	346.97	
Personal Services	11,940,197	11,770,115	(170,082)	12,285,894	11,065,715	(1,220,179)
Operating Expenses	4,671,400	4,671,400	0	4,519,167	4,519,167	0
Equipment	343,279	343,279	0	238,914	238,914	0
Total Costs	16,954,876	16,784,794	(170,082)	17,043,975	15,823,796	(1,220,179)
Current Unrestricted Fund	16,954,876	16,784,794	(170,082)	17,043,975	15,823,796	(1,220,179)
Total Funding	16,954,876	16,784,794	(170,082)	17,043,975	15,823,796	(1,220,179)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(170,082)	(1,220,179)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents,. to be reversed contingent upon passage of the liquor store conversion bill. 	(574,000)	(0)

Northern Montana College

Northern Montana College						
All Programs						
5107-00						
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	201.55	201.55		201.55	201.55	
Personal Services	6,501,098	6,404,904	(96,194)	6,721,823	6,020,342	(701,481)
Operating Expenses	2,373,429	2,373,429	0	2,295,794	2,295,794	0
Equipment	79,741	79,741	0	79,741	79,741	0
Total Costs	8,954,268	8,858,074	(96,194)	9,097,358	8,395,877	(701,481)
Current Unrestricted Fund	8,954,268	8,858,074	(96,194)	9,097,358	8,395,877	(701,481)
Total Funding	8,954,268	8,858,074	(96,194)	9,097,358	8,395,877	(701,481)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(96,194)	(701,481)
<ul style="list-style-type: none"> Tuition Funding Switch General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill. 	(248,000)	(0)

Western Montana College

All Programs

5108-00

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	125.24	125.24		125.24	125.24	
Personal Services	4,237,324	4,181,820	(55,504)	4,369,279	3,965,024	(404,255)
Operating Expenses	906,578	906,578	0	840,420	840,420	0
Equipment	46,543	46,543	0	46,543	46,543	0
Total Costs	5,190,445	5,134,941	(55,504)	5,256,242	4,851,987	(404,255)
Current Unrestricted Fund	5,190,445	5,134,941	(55,504)	5,256,242	4,851,987	(404,255)
Total Funding	5,190,445	5,134,941	(55,504)	5,256,242	4,851,987	(404,255)

ITEM

FY92

FY93

- Program Reduction** (55,504) (404,255)
FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS.
- Tuition Funding Switch** (153,000) (0)
General fund decrease/tuition increase adopted by the Board of Regents, to be reversed contingent upon passage of the liquor store conversion bill.

Agricultural Experiment Station

Agricultural Experiment Station

Organized Research

5109-02

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	261.67	261.67		262.67	262.67	
Personal Services	8,140,787	8,023,368	(117,419)	8,445,453	7,575,250	(870,203)
Operating Expenses	1,518,917	1,518,917	0	1,515,293	1,515,293	0
Equipment	240,633	240,633	0	240,633	240,633	0
Total Costs	9,900,337	9,782,918	(117,419)	10,201,379	9,331,176	(870,203)
Current Unrestricted Fund	9,900,337	9,782,918	(117,419)	10,201,379	9,331,176	(870,203)
Total Funding	9,900,337	9,782,918	(117,419)	10,201,379	9,331,176	(870,203)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(117,419)	(870,203)

Cooperative Extension Service

Cooperative Extension Service Public Service						5110-03
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference
FTE	117.83	117.83		117.74	117.74	
Personal Services	4,357,099	4,312,353	(44,746)	4,487,230	4,151,971	(335,259)
Operating Expenses	527,965	527,965	0	527,115	527,115	0
Equipment	87,312	87,312	0	83,812	83,812	0
Total Costs	4,972,376	4,927,630	(44,746)	5,098,157	4,762,898	(335,259)
Current Unrestricted Fund	4,972,376	4,927,630	(44,746)	5,098,157	4,762,898	(335,259)
Total Funding	4,972,376	4,927,630	(44,746)	5,098,157	4,762,898	(335,259)

ITEM	FY92	FY93
<ul style="list-style-type: none"> Program Reduction FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS. 	(44,746)	(335,259)

Forestry & Conservation Experiment Station

Forestry & Conservation Experiment Station

Research

5111-02

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	15.65	15.65		15.65	15.65	
Personal Services	592,096	581,028	(11,068)	607,499	526,179	(81,320)
Operating Expenses	138,008	138,008	0	138,810	138,810	0
Equipment	8,233	8,233	0	8,233	8,233	0
Total Costs	738,337	727,269	(11,068)	754,542	673,222	(81,320)
Current Unrestricted Fund	738,337	727,269	(11,068)	754,542	673,222	(81,320)
Total Funding	738,337	727,269	(11,068)	754,542	673,222	(81,320)

ITEM

FY92

FY93

- Program Reduction**

FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS.

(11,068)

(81,320)

Bureau of Mines

Bureau of Mines

All Programs

5112-11

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	26.82	26.82		26.82	26.82	
Personal Services	1,007,500	987,446	(20,054)	1,008,180	860,521	(147,659)
Operating Expenses	348,223	348,223	0	349,115	349,115	0
Equipment	28,500	28,500	0	28,500	28,500	0
Total Costs	1,384,223	1,364,169	(20,054)	1,385,795	1,238,136	(147,659)
General Fund	1,384,223	1,364,169	(20,054)	1,385,795	1,238,136	(147,659)
Total Funding	1,384,223	1,364,169	(20,054)	1,385,795	1,238,136	(147,659)

ITEM

FY92

FY93

- Program Reduction**

(20,054)

(147,659)

FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS.

School for the Deaf and Blind

School for the Deaf and Blind General Services Program							5113-02
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference	
FTE	4.00	4.00		4.00	4.00		
Personal Services	99,139	99,139	0	103,516	103,516	0	
Operating Expenses	158,298	158,298	0	160,851	150,851	(10,000)	
Equipment	907	907	0	0	0	0	
Total Costs	258,344	258,344	0	264,367	254,367	(10,000)	
General Fund	258,344	258,344	0	264,367	254,367	(10,000)	
Total Funding	258,344	258,344	0	264,367	254,367	(10,000)	

ITEM	FY92	FY93
• Operating Expenses	(0)	(10,000)
Utility costs and other costs will be less than budgeted.		

School for the Deaf and Blind Student Services							5113-03
Budget Item	FY92 Appropriated	FY92 Recommended	Difference	FY93 Appropriated	FY93 Recommended	Difference	
FTE	31.13	31.13		31.13	31.13		
Personal Services	702,826	676,947	(25,879)	732,965	707,412	(25,553)	
Operating Expenses	149,753	138,753	(11,000)	152,992	141,992	(11,000)	
Equipment	25,825	25,825	0	4,825	4,825	0	
Debt Service	7,900	7,900	0	7,900	7,900	0	
Total Costs	886,304	849,425	(36,879)	898,682	862,129	(36,553)	
General Fund	852,022	815,143	(36,879)	864,435	827,882	(36,553)	
Federal Special Revenue Fund	34,282	34,282	0	34,247	34,247	0	
Total Funding	886,304	849,425	(36,879)	898,682	862,129	(36,553)	

ITEM	FY92	FY93
• Personal Services and Operating Expenses	(36,879)	(36,553)

The personal services budget increased by 6.5% for the 1993 biennium due to the actual vacancy savings experienced by this program. The reduction in personal services reflects this experience. Operating expenses are reduced due to savings in transportation contracts authorized in 20-8-121, MCA, coming in lower than budget and to management of supplies and materials.

**School for the Deaf and Blind
Education**

5113-04

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	45.25	45.25		45.25	45.25	
Personal Services	1,589,565	1,589,565	0	1,629,616	1,629,616	0
Operating Expenses	127,834	127,834	0	129,284	129,284	0
Equipment	7,300	7,300	0	7,300	7,300	0
Total Costs	1,724,699	1,724,699	0	1,766,200	1,766,200	0
General Fund	1,423,499	1,403,499	(20,000)	1,465,000	1,445,000	(20,000)
State Special Revenue Fund	170,000	190,000	20,000	170,000	190,000	20,000
Federal Special Revenue Fund	131,200	131,200	0	131,200	131,200	0
Total Funding	1,724,699	1,724,699	0	1,766,200	1,766,200	0

ITEM

FY92 FY93

- **Funding Switch** **(20,000) (20,000)**
 General fund is reduced and offset by a like amount of increased interest and income state special revenue from school trust lands.

Fire Services Training School

Fire Services Training School
Public Service

5119-03

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	5.22	5.22		5.22	5.22	
Personal Services	195,537	191,719	(3,818)	205,913	179,549	(26,364)
Operating Expenses	40,939	40,939	0	38,713	38,713	0
Equipment	18,225	18,225	0			
Total Costs	254,701	250,883	(3,818)	244,626	218,262	(26,364)
Current Unrestricted Fund	254,701	250,883	(3,818)	244,626	218,262	(26,364)
Total Funding	254,701	250,883	(3,818)	244,626	218,262	(26,364)

ITEM

FY92

FY93

- Program Reduction**

(3,818)

(26,364)

FY92 adopted by the Board of Regents; FY93 is an 8% proportionate share of general fund appropriated to the MUS.

LONG- RANGE PLANNING

LONG-RANGE PLANNING

Overview

Agency	--Actual--		--Appropriated--		--Recommended--		--Differences--		--Biennial % Change--	
	FY90	FY91	FY92	FY93	FY92	FY93	FY92	FY93	93 Rec/ 91 Act	93 Rec/ 93 Appr
6107 General Fund	0	0	3,000,000	0	2,760,000	0	(240,000)	0	NA	-8.0%
State Special	1,707,549	1,412,673	14,112,356	0	14,112,356	0	0	0	352.3%	0.0%
Federal Revenue	1,933,093	1,345,628	34,823,332	0	34,823,332	0	0	0	962.1%	0.0%
Proprietary Fund	8,231	67,638	101,773	0	101,773	0	0	0	34.1%	0.0%
Capital Projects	7,833,772	4,641,180	8,032,298	0	8,032,298	0	0	0	-35.6%	0.0%
Other Revenue	1,758,157	1,419,673	12,170,110	0	12,120,110	0	(50,000)	0	281.4%	NA
LRBF Bond Proceeds	0	0	61,260,830	0	61,260,830	0	0	0	NA	NA
Total Funds	13,240,802	8,886,792	133,500,699	0	133,210,699	0	(290,000)	0	502.0%	-0.2%

- **FY90 and FY91** actuals show **only** those expenditures appropriated to Architecture and Engineering at the Department of Administration.
- **FY92** appropriated includes all capital projects and major maintenance appropriations, **excluding** other cultural and aesthetic, water development, etc. appropriations approved by the Long-Range Planning Subcommittee of the 52nd Legislature.

Long Range-Building Plan

Long Range-Building Plan All Programs

6107-05

Budget Item	FY92	FY92	Difference	FY93	FY93	Difference
	Appropriated	Recommended		Appropriated	Recommended	
FTE	0.00			0.00	0.00	0.00
Personal Services	0	0	0	0	0	0
Operating Expenses	0	0	0	0	0	0
Equipment	0	0	0	0	0	0
Capital Outlay	133500699	133,210,699	(290,000)	0	0	0
Total Costs	133,500,699	133,210,699	(290,000)	0	0	0
Capital Projects Fund	8,032,298	8,032,298	0	0	0	0
General Fund	3,000,000	2,760,000	(240,000)	0	0	0
State Special Revenue Fund	14,112,356	14,112,356	0	0	0	0
Federal Revenue	34823332	34,823,332	0	0	0	0
Other Revenue	12271883	12,221,883	(50,000)	0	0	0
LRBF Bond Proceeds	61260830	61,260,830	0	0	0	0
Total Funding	133,500,699	133,210,699	(290,000)	0	0	0

All of the recommended items for legislative action were appropriated in HB5. The 1991 Legislature approved a \$3 million general fund biennial appropriation for the Montana University System in HB 5. A total 8% reduction plan of \$240,000 was developed cooperatively by the Office of the Commissioner of Higher Education and Architecture and Engineering of the Department of Administration. The \$600,000 computer equipment purchase appropriation for Eastern Montana College is not reduced.

ITEM	Biennial
<ul style="list-style-type: none"> MSU Engineering/Physical Sciences Complex Matching support of \$500,000 for construction is reduced 15%. 	(75,000)
<ul style="list-style-type: none"> Northern Montana College Gym \$1,300,000 for repair costs is reduced 6.4% 	(82,500)
<ul style="list-style-type: none"> Deferred maintenance and equipment Unspecified maintenance and equipment projects are reduced 13.75% 	(82,500)
<ul style="list-style-type: none"> Capitol Complex Parking Lot Improvements An appropriation of \$123,014 for the improvement of parking lots in the capitol complex is reduced to \$73,014. Postponing this work will enable a transfer of funds from the capitol land grant to the general fund. The remaining appropriation will be used for repair and maintenance of existing parking lots. 	(50,000)

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